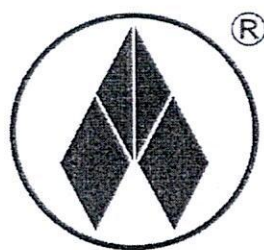


**VIETNAM NATIONAL CHEMICAL GROUP**  
**HABAC NITROGENOUS FERTILIZER AND CHEMICALS**  
**JOINT STOCK COMPANY**



**ĐẠM HÀ BẮC**

**FINANCIAL STATEMENTS**

**For the accounting period**  
**from 01/04/2025 to 30/6/2025**

**Bac Ninh, July 2025**

**BALANCE SHEET**

As at 30 June 2025

Unit: VND

ASSETS	Code	Notes	30/6/2025	01/01/2025
<b>A. CURRENT ASSETS</b>	<b>100</b>		<b>1.164.564.737.615</b>	<b>1.280.654.453.806</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>V.1</b>	<b>281.483.767.652</b>	<b>371.815.496.069</b>
1. Cash	111		231.137.767.652	371.815.496.069
2. cash equivalents	112		50.346.000.000	
<b>II. Short-term financial investments</b>	<b>120</b>	<b>V.2</b>	<b>68.346.000.000</b>	<b>48.000.000.000</b>
1. Held-to-maturity investments	123		68.346.000.000	48.000.000.000
<b>III. Short-term receivables</b>	<b>130</b>		<b>241.974.438.866</b>	<b>247.334.172.387</b>
1. Short-term trade receivables	131	V.3	67.555.025.824	194.518.231.831
2. Short-term prepayments to suppliers	132	V.4	158.944.937.526	37.973.043.906
3. Other short-term receivables	136	V.5	20.684.812.578	20.053.233.712
4. Provision for short-term doubtful receivables	137	V.3,4,5	(5.210.337.062)	(5.210.337.062)
<b>IV. Inventories</b>	<b>140</b>	<b>V.7</b>	<b>478.843.200.658</b>	<b>539.114.396.425</b>
1. Inventories	141		478.843.200.658	539.114.396.425
<b>V. Other current assets</b>	<b>150</b>		<b>93.917.330.439</b>	<b>74.390.388.925</b>
1. Short-term prepaid expenses	151	V.11a	4.458.369.338	5.677.546.358
2. Deductible value added tax	152	V.14b	89.458.961.101	68.712.842.567
<b>B. LONG-TERM ASSETS</b>	<b>200</b>		<b>4.644.366.056.189</b>	<b>4.967.010.492.705</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>740.804.017.963</b>	<b>740.804.017.963</b>
1. Other long-term receivables	216	V.5	740.804.017.963	740.804.017.963
<b>II. Fixed assets</b>	<b>220</b>		<b>3.273.445.789.258</b>	<b>3.544.838.254.694</b>
1. Tangible fixed assets	221	V.9	3.273.445.789.258	3.544.838.254.694
- Cost	222		9.807.594.920.694	9.842.734.235.963
- Accumulated depreciation	223		(6.534.149.131.436)	(6.297.895.981.269)
2. Intangible fixed assets	227	V.10	0	0
- Cost	228		13.226.611.293	13.226.611.293
- Accumulated amortization	229		(13.226.611.293)	(13.226.611.293)
<b>III. Long-term assets in progress</b>	<b>240</b>	<b>V.8</b>	<b>81.620.098.630</b>	<b>92.343.894.458</b>
1. Long-term work in progress	241		33.552.540	33.552.540
2. Construction in progress	242		81.586.546.090	92.310.341.918
<b>V. Long-term financial investments</b>	<b>250</b>	<b>V.2</b>	<b>13.218.878.465</b>	<b>13.218.878.465</b>
1. Investments in joint ventures, associates	252		9.662.812.368	9.662.812.368
2. Equity investments in other entities	253		3.556.066.097	3.556.066.097
<b>VI. Other long-term assets</b>	<b>260</b>		<b>535.277.271.873</b>	<b>575.805.447.125</b>
1. Long-term prepaid expenses	261	V.11b	535.277.271.873	575.805.447.125
<b>TOTAL ASSETS</b>	<b>270</b>		<b>5.808.930.793.804</b>	<b>6.247.664.946.511</b>

## BALANCE SHEET

As at 30 June 2025

Unit: VND

RESOURCES		Code	Notes		
<b>C. LIABILITIES</b>		<b>300</b>		<b>5.132.886.232.210</b>	<b>5.629.212.667.649</b>
<b>I. Current liabilities</b>		<b>310</b>		<b>1.004.006.195.891</b>	<b>1.173.591.345.018</b>
1. Short-term trade payables		311	V.12	365.150.005.396	386.144.351.853
2. Short-term advances from customers		312	V.13	19.824.029.395	117.549.295.214
3. Taxes and payables to the State		313	V.14	1.491.595.383	500.166.207
4. Payables to employees		314		43.432.008.598	45.049.252.495
5. Short-term accrued expenses		315	V.15	2.542.644.125	576.813.743
6. Other short-term payables		319	V.16a	147.694.741.116	208.448.097.686
7. Short-term borrowings and finance lease liabilities		320	V.17a	414.271.217.800	415.263.223.306
8. Provision for short-term payables		321	V.18	9.539.809.564	
9. Bonus and welfare fund		322		60.144.514	60.144.514
<b>II. Long-term liabilities</b>		<b>330</b>		<b>4.128.880.036.319</b>	<b>4.455.621.322.631</b>
1. Other long-term payables		337	V.16b	2.086.143.786.319	2.085.715.122.631
2. Long-term borrowings and finance lease liabilities		338	V.17b	2.042.736.250.000	2.369.906.200.000
<b>D. OWNERS' EQUITY</b>		<b>400</b>	V.19	<b>676.044.561.594</b>	<b>618.452.278.862</b>
<b>I. Owners' equity</b>		<b>410</b>		<b>676.044.561.594</b>	<b>618.452.278.862</b>
1. Owners' contributed capital		411		2.722.000.000.000	2.722.000.000.000
- Common shares with voting rights		411a		2.722.000.000.000	2.722.000.000.000
2. Undistributed profit after tax		421		(2.045.955.438.406)	(2.103.547.721.138)
- Undistributed profit after tax accumulated to the end of the previous period		421a		(2.103.547.721.138)	(2.103.547.721.138)
- Undistributed profit after tax in the current period		421b		57.592.282.732	
<b>TOTAL RESOURCES</b>		<b>440</b>		<b>5.808.930.793.804</b>	<b>6.247.664.946.511</b>

Preparer



Nguyen Thi Hong Nhung

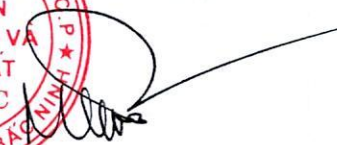
Chief Accountant



Le Anh Tuan



General Director



Nguyen Van Dung

Bac Ninh, 18 July 2025



INTERIM INCOME STATEMENT  
Quater II 2024

Unit: VND

	ITEMS	Code	Notes	Quater II 2025	Quater II 2024	Accumulated in 2025	Accumulated in 2024
1.	Revenue from goods sold and services rendered	01	VI.1	1.187.094.650.036	957.947.902.815	2.344.540.759.214	1.967.251.642.263
2.	Net revenue from goods sold and services rendered	10		1.187.094.650.036	957.947.902.815	2.344.540.759.214	1.967.251.642.263
3.	Cost of goods sold	11	VI.2	1.032.919.834.148	1.016.926.596.200	2.045.572.352.827	2.000.868.965.607
4.	Gross profit from goods sold and services rendered (20 = 10 - 11)	20		154.174.815.888	(58.978.693.385)	298.968.406.387	(33.617.323.344)
5.	Financial income	21	VI.3	9.997.703.799	5.217.396.054	11.481.961.213	10.263.787.207
6.	Financial expenses	22	VI.4	65.984.805.977	82.418.522.600	131.789.816.334	167.447.117.988
	In which: Interest expenses	23		43.129.681.687	55.793.988.355	89.903.817.464	102.246.388.357
7.	Selling expenses	25	VI.5a	22.671.353.988	15.407.905.080	54.691.714.193	35.281.934.177
8.	General and administrative expenses	26	VI.5b	40.703.648.942	36.847.176.687	73.605.409.772	65.960.793.575
9.	Net profit from operating activities (30 = 20 + (21 - 22) - (25 + 26))	30		34.812.710.780	(188.434.901.698)	50.363.427.301	(292.043.381.877)
10.	Other income	31	VI.6	7.286.133.843	101.650.096.858	7.405.392.715	243.458.410.720
11.	Other expenses	32	VI.7	90.274.822	50.663.618.888	176.537.284	50.669.851.276
12.	Other profit (40 = 31 - 32)	40		7.195.859.021	50.986.477.970	7.228.855.431	192.788.559.444
13.	Total accounting profit before tax (50 = 30 + 40)	50		42.008.569.801	(137.448.423.728)	57.592.282.732	(99.254.822.433)
14.	Current Corporate income tax expense	51	VI.9				
15.	Deferred corporate income tax expenses	52					
16.	Profit after Corporate income tax (60 = 50 - 51 - 52)	60		42.008.569.801	(137.448.423.728)	57.592.282.732	(99.254.822.433)

Preparer



Nguyen Thi Hong Nhung

Chief Accountant

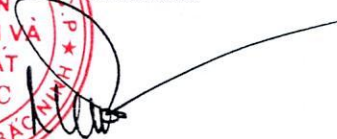


Le Anh Tuan



Bắc Ninh, 18 July 2025

General Director



Nguyen Van Dung



**INTERIM CASH FLOW STATEMENT**

(Under indirect method)

**Quater II 2025**

ITEMS	Code	Notes	Accumulated in 2025	Accumulated in 2024
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
1. Profit before tax	01		57.592.282.732	(99.254.822.433)
2. Adjustments for:				
- Depreciation of fixed assets and investment properties	02	V.9,10	313.307.571.534	312.303.882.028
- Provisions	03		9.539.809.564	35.945.092.880
- Gains/losses from foreign exchange differences upon revaluation of monetary items in foreign currencies	04		40.723.468.445	64.914.638.080
- Gains/losses from investing activities	05		(3.086.694.894)	(523.493.844)
- Interest expense	06	VI.4	89.903.817.464	102.246.388.357
3. Profit from operating activities before changes in working capital	08		507.980.254.845	415.631.685.068
- Increase (-)/ decrease (+) in receivables	09		(15.113.448.026)	5.808.207.333
- Increase (-)/ decrease (+) in inventories	10		60.271.195.767	128.510.278.565
- Increase (+)/ decrease (-) in payables (Other than payables, income tax payable)	11		(116.335.081.833)	(477.551.688.710)
- Increase (-)/ decrease (+) in prepaid expenses	12		(45.606.034)	13.062.391.345
- Interest expense paid	14		(147.933.293.415)	(152.665.806.997)
Net cash flow from operating activities	20		288.824.021.304	(67.204.933.396)
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
1. Purchase and construction of fixed assets and other long-term assets	21			2.678.400.000
2. Proceeds from disposals of fixed assets and other long-term assets	22			
3. Loans granted, purchases of debt instruments of other entities	23		(20.346.000.000)	
4. Proceeds from loan interest, dividends and profit received	27		3.086.694.894	293.663.707
Net cash flow from investing activities	30		(17.259.305.106)	2.972.063.707
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
1. Proceeds from borrowings	33		909.773.431.417	892.373.590.917
2. Repayments of principal	34		(1.274.467.436.923)	(916.510.824.805)
Net cash flow from financing activities	40		(364.694.005.506)	(24.137.233.888)
Net cash flow in the period (50 = 20+ 30 + 40)	50		(93.129.289.308)	(88.370.103.577)

ITEMS	Code	Notes	Accumulated in 2025	Accumulated in 2024
Cash and cash equivalents at the beginning of the period	60		371.815.496.069	321.675.669.771
Effect of exchange rate fluctuations	61		2.797.560.891	1.147.621.636
Cash and cash equivalents at the end of the period (70 = 50+60+61)	70	V.1	281.483.767.652	234.453.187.830

Preparer



Nguyen Thi Hong Nhung

Chief Accountant



Le Anh Tuan



Bắc Ninh, 18 July 2025

General Director



Nguyen Van Dung



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

**I. BUSINESS HIGHLIGHTS****1. Establishment:**

Ha Bac Nitrogenous Fertilizer and Chemicals Joint Stock Company (hereinafter referred to as "the Company") is an enterprise equitized from a 100% state-owned company, that was Habac Nitrogenous Fertilizer and Chemicals One Member Limited Liability Company, from 01 January 2016. The Company operates under the first Business Registration Certificate No. 2400120344 dated 21 December 2006 issued by the Department of Planning and Investment of Bac Giang Province, the 14th amended certificate on 06 October 2024.

**Form of ownerships:**

Joint Stock Company

**2. Business sector:**

The Company's business sector is industrial production.

**3. Business lines**

Producing and trading chemical products and fertilizers, specifically: Urea fertilizer, NH<sub>3</sub>, CO<sub>2</sub>, industrial gas products, etc.

**Transaction name in English** Habac Nitrogenous Fertilizer and Chemicals Joint Stock Company

**In short:** HANICHEMCO

**Listing code:** DHB

**Head office:** Tran Nguyen Han Street, Bac Giang Ward, Bac Ninh Province

**4. Normal operating cycle**

Normal operating cycle of the Corporation lasts 12 months of the normal fiscal year beginning from 01 January and ending on 31 December annually.

**5. The Company's operations in the financial year affecting the Financial Statements:**

None.

**6. Enterprise's structure**

List of joint ventures and associates

As at 30 June 2025, the Company has one (01) associate as follows:

<i>Name and address</i>	<i>Main business activity</i>	<i>Capital contribution ratio</i>	<i>Ownership ratio</i>	<i>Voting rights ratio</i>
Habac Liquefied Gas Joint Stock Company	Production and sales of CO <sub>2</sub>	36,00%	36,00%	36,00%

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

Quater II 2025

Unit: VND

**7. Disclosure on the comparability of information in the Financial Statements:**

The selection of figures and information needs to be presented in the Financial Statements based on the principles of comparability among corresponding accounting periods.

**II. ACCOUNTING PERIOD AND REPORTING CURRENCY****1. Annual accounting period**

The Company's annual accounting period begins on 01 January and ends on 31 December.

**2. Currency unit used in accounting**

Vietnamese Dong (VND) is used as a currency unit for accounting records.

**III. APPLICABLE ACCOUNTING STANDARDS AND REGIME****1. Applicable accounting regime**

The Company applies the Vietnamese Corporate Accounting Regime as guided in Circular No. 200/2014/TT-BTC dated 22 December 2014 and Circular No. 53/2016/TT-BTC dated 21 March 2016 by the Ministry of Finance on amending and supplementing a number of articles of Circular No. 200/2014/TT-BTC.

**2. Disclosure of compliance with Vietnamese Accounting Standards and Regime**

We conducted our accounting, preparation, and presentation of the Financial Statements in accordance with Vietnamese Accounting Standards and System and other relevant statutory regulations. The Financial Statements give a true and fair view of the financial position of the Company and the results of its operations as well as its cash flows.

The selection of figures and information presented in the notes to the Financial Statements complies with the material principles in Vietnamese Accounting Standard No. 21 - "Presentation of the financial statements".

**IV. APPLICABLE ACCOUNTING POLICIES****1. Types of exchange rates applied in accounting**

The Company converts foreign currencies into Vietnam Dong based on actual exchange rates and book rates.

**Principles for determining actual exchange rates**

All transactions denominated in foreign currencies that arise during the period (trading foreign currencies, capital contribution or receipt of contributed capital, recording receivables and payables, purchasing assets or expenses immediately paid by foreign currencies) are converted at the actual exchange rates ruling as of the transaction dates.

Closing balance of monetary items (cash, cash equivalents, payables and receivables, except for prepayments to suppliers, advances from customers, pre-paid expenses, deposits and unearned income) denominated in foreign currencies should be revalued at the actual rate ruling at the balance sheet date.

**Principles for determining book rates**

When recovering receivables, deposits, collaterals or payments for payables in foreign currencies, the Company uses specific identification book rate.

When making payments in foreign currencies, the Company uses a moving weighted average rate.

**2. Principles for recording cash and cash equivalents**

Cash includes cash on hand, demand deposits.

**Cash equivalents** comprise term deposits, short-term investments with an original maturity of three months or less since investment date, high liquidity and are able to convert to a known amount of cash and subject to an insignificant risk of changes in value.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

Quater II 2025

Unit: VND

**3. Principles for accounting financial investments****Principles for accounting held-to-maturity investments**

Held-to-maturity investments include term deposits.

Held-to-maturity investments are initially recognized at cost, including the purchase price and costs associated with the acquisition of the investments. After initial recognition, if provisions for doubtful debts have not been made as required by law, these investments are evaluated at their recoverable values. When there is firm evidence that part or all of the investment may not be recovered, the loss is recognized as financial expenses during the year and a decrease in the investment value.

**Principles of recording financial investments in subsidiaries, joint ventures, associates**

The investments in subsidiaries are recognized when the Company holds more than 50% of voting rights and has the power to govern the financial and operating policies in order to obtain economic benefits from the subsidiaries' operation. When the Company ceases to control the subsidiaries, the investment in the subsidiaries will be written down.

The investment in joint ventures is recorded when the Company holds joint control over these entities' financial and operating policies. When the Company ceases to control these entities, the investment will be written down.

The investments in associates are recognized when the Company holds from 20% to less than 50% of the voting rights of those companies and has considerable influence over their decisions on their financial and operating policies.

Investments in subsidiaries, joint ventures, associates are initially recognized under original cost and will not be adjusted thereafter for changes in investors' share of net assets of the investee. The original cost comprises purchase cost and directly attributable expenses to the investment. In a case where the investment is a non-monetary investment, the investment fee is recognized under the fair value of these assets at the date of occurrence.

Provision for loss of investments in subsidiaries, joint ventures, and associates is made when the investee suffers from loss leading to possible loss of capital of investor or the value of the investments is impaired. The basis for making provisions is based on the consolidated financial statements of the investee (if it is a parent company), and the investee's financial statements (if it is an independent enterprise without subsidiaries).

**4. Principles for recording trade receivables and other receivables**

**Principle for recording receivables:** At the original cost less provision for doubtful debts.

The classification of the receivables as trade receivables, internal receivables and other receivables depends on the nature of the transaction or relationship between the company and the debtor.

**Method of making provision for doubtful receivables:** Provision for doubtful debts is estimated for the loss value of the receivables, other held-to-maturity investments similar to doubtful debts that are overdue and undue, but are likely to become possibly irrecoverable due to insolvency of debtors who go bankruptcy, making procedures for dissolution, go missing or run away, etc.

**5. Principles for recording inventories:**

Principle of recording inventories: Inventories are stated at cost less (-) the provision for the devaluation of obsolete and deteriorated inventories.

**Original costs of inventories are determined as follows:**

- Raw materials, tools and instruments: consist of purchase cost, transportation cost and other directly attributable costs in bringing the inventories to their present location and condition.
- Finished products: include the costs of raw materials, direct labor, and related manufacturing overheads, which are collected based on the actual costs incurred for each production stage.
- Work in progress: includes the cost of major raw materials, direct labor, and manufacturing overheads incurred during the production process.

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

**5. Principles for recording inventories (continued)****Method of calculating inventories' value:** Weighted average cost**Accounting for the inventories:** Perpetual method

Method of making provision for the devaluation of inventories: Provision for the devaluation of inventories is made when the net realizable value of inventories is lower than their original cost. Net realizable value is the estimated selling price less the estimated costs of completion and selling expenses. Provision for the devaluation of inventories is the difference between the cost of inventories greater than their net realizable value. Provision for the devaluation of inventories is made for each inventory with the cost greater than the net realizable value.

**6. Principles for recording and depreciating fixed assets****6.1 Principles for recording tangible fixed assets**

Tangible fixed assets are stated at the original cost less accumulated depreciation. The original cost of a tangible fixed asset comprises all expenditures of bringing the asset to its working condition and location for its intended use. The expenditures incurred beyond their originally assessed standard of performance are capitalized as an additional cost of tangible fixed assets when they have resulted in an increase in the future economic benefits expected to be obtained from the use of those tangible fixed assets. The expenditures which do not meet the above conditions are charged to the expenses in the period.

When the assets are sold or disposed of, their original costs and the accumulated depreciation which have been written off, and any gain or loss from the disposal of assets are recorded as income or expense during the period.

Determination of original cost in each case:

*Tangible fixed assets purchased*

The original cost of purchased tangible fixed assets shall consist of the actual purchase price less (-) trade discounts or reduction, taxes (excluding taxes to be refunded) and relevant expenses calculated to the time when such fixed assets are put into operation such as fees for installation and trial operations, specialists and other direct costs.

The original cost of a tangible fixed asset formed from capital construction under the mode of tendering shall be the finalization price of the construction project, other relevant fees plus registration fee (if any).

Fixed assets are buildings, and structures attached to land use rights, the value of land use rights is computed separately and recorded as intangible fixed assets.

**6.2 Principles for recording intangible fixed assets:**

**Intangible fixed assets** are stated at the original cost less accumulated amortization. The original cost of an intangible fixed asset comprises all costs incurred by the enterprise to acquire that asset from the date of its operation as expected.

Determination of original cost in each case:

*Computer software*

Computer software includes all expenses the company incurred to obtain software for use.

**6.3 Method of depreciating fixed assets**

Fixed assets are depreciated on straight-line basis over their estimated useful lives. Useful life means the duration in which the tangible fixed assets produce their effect on production and business.

*The estimated useful lives of the fixed assets are as follows:*

<i>Factories and structures</i>	<i>5 - 25 years</i>
<i>Machinery and equipment</i>	<i>5 - 15 years</i>
<i>Means of transportation</i>	<i>6 years</i>
<i>Intangible fixed assets</i>	<i>3 - 8 years</i>



**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

Quater II 2025

Unit: VND

**6.3 Method of depreciating fixed assets (continued)**

Based on Notice No. 947/HCVN-TCKT dated 24 May 2017 of Vietnam Chemical Group, specifically as follows:

- In 2017, the Company depreciated fixed assets by 40% under the straight-line method;
- In 2018 and 2019, the Company depreciated fixed assets by 50% under the straight-line method.

The company records the suspended depreciation costs in the "Long-term prepaid expenses" on the Balance Sheet.

**7. Principles for recording construction in progress**

Construction in progress is recorded at cost. This cost includes all costs necessary to newly purchase fixed assets, build or repair, renovate, expand or re-equip technical works such as construction costs; equipment costs; compensation, support and resettlement costs; project management costs; construction investment consulting costs and other costs.

This cost is carried forward to increase asset value when the project is completed, the assets are handed over and put into a ready-to-use state.

**8. Principles for recording prepaid expenses**

The Company's prepaid expenses are all expenses incurred but related to the operating result of several accounting periods. The Company's prepaid expenses include the following expenses: Insurance costs (fire and explosion insurance, car insurance, property insurance, etc.); tools and instruments; fixed asset repair costs; prepaid land rental fee; business advantages; extended depreciation costs, etc.

Method of allocating prepaid expenses: The determination and allocation of prepaid expenses into the operating cost of each period is on a straight-line basis. Based on the nature and level of each expense, the term of allocation is defined as follows: short-term prepaid expenses should be allocated within 12 months; Long-term prepaid expenses should be allocated from 12 months to 36 months. Particularly, business advantages upon equitization are allocated for 10 years; depreciation costs will be suspended for 2 years (for assets with the remaining useful life less than or equal to 2 years) and allocated according to the remaining useful life (for assets with remaining useful life over 2 years).

**9. Principles for recording liabilities**

Liabilities are recorded at the original cost and not lower than the payment obligation.

The Company classifies liabilities into trade payables, internal payables and other payables depending on the nature of transactions and the relationship between the Company and debtors.

Liabilities must be recorded in detail according to the payment schedule, creditor, original currency (including the revaluation of liabilities that meet the definition of monetary items denominated in foreign currencies) and other factors as per the Company's management

At the reporting date, if it is evident that there is an unavoidable loss, an amount payable will be immediately recorded under prudent principles.

**10. Principles for recording borrowings**

Borrowings are total amounts the Company owes to banks, institutions, financial companies and other objects (excluding borrowings under the form of bond or preferred stock issuance which require the issuer to repurchase at a certain time in the future).

Borrowings and financial lease liabilities are monitored in detail for each creditor, loan agreement and borrowed asset.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

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**11. Principles of recording and capitalizing borrowing costs:**

Principles for recording borrowing costs: Loan interest and other costs incurred in direct relation to borrowings of an enterprise are recognized as a business and production cost in the period, except where these costs incurred from the borrowings directly related to the construction investment or production of uncompleted assets are computed in these assets' value (capitalized) when they satisfy conditions stipulated in the VAS No. 16 "Borrowing costs".

**The capitalization rate is used to determine the borrowing costs capitalized during the period:** In the case of joint borrowings involving construction investment purposes or the production of an unfinished asset, the amount of borrowing costs eligible for capitalization in each accounting period is determined based on the capitalization rate for the weighted average accumulated costs incurred for the construction investment or production of that asset. The capitalization rate is calculated based on the weighted average interest rate of the loans outstanding during the period. Borrowing costs capitalized must not exceed the total borrowing costs incurred during that period.

**12. Principles for recording accrued expenses**

Accrued expenses include loan interest expenses... incurred during the reporting period but have not yet been paid out. These expenses are recorded based on reasonable estimates of the amounts payable under contracts, and agreements,...

**13. Principles for recording provisions for payables:**

Provisions for payables are only recognized when the following conditions are met: the Company has a present obligation (legal or constructive) as a result of past events; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; And value of the obligation can be estimated reliably.

**The amount recognized as a provision for payables** should be the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

Provision for payables includes provisions for periodic repair and maintenance of fixed assets (as per technical requirements).

**14. Principles for recording owners' equity****Principles for recording owners' contributed capital:**

The owner's contributed capital is the amount that is initially contributed by members and supplemented from the shareholders. The owners' equity will be recorded at the actually contributed capital by cash or assets in the early establishment period or additional mobilization to expand the operation.

**Principles for recording undistributed profit:**

Undistributed profit after tax is recorded at the profit (loss) from the Company's result of operation after deducting (- the current corporate income tax expense and the adjusted items due to the retroactive application of changes in accounting policy and adjustments for material misstatement of the previous years.

The distribution of profits is based on the Company's charter and approved by the Annual General Shareholders' Meeting.

**15. Principles and methods for recording revenues and other income****Principles and methods for recording revenue from goods sold**

Revenue from the sale of goods should be recognized when all five (5) following conditions have been satisfied: 1. The enterprise has transferred to the buyer the significant risks and rewards of ownership of the goods; 2. The enterprise retains neither continuing managerial involvement as an owner nor effective control over the goods sold; 3. The amount of revenue can be measured reliably; When the contract specifies that buyers are entitled to return products, goods they have bought under specific conditions, the enterprise will record the revenue only when those conditions no longer exist and the buyers do not have right to return products, goods (except for changing to other goods, services) 4. The economic benefits associated with the transaction has flown or will flow to the enterprise; 5. The costs incurred or to be incurred in respect of the transaction can be measured reliably.



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**15. Principles and methods for recording revenues and other income (continued)****Principles and methods for recording revenue from services rendered**

Revenue from a service rendered is recognized when the transaction results can be measured reliably. In a case where the services are rendered in several periods, the revenue will be recorded by the part of completed works at the end of the period. Revenue from services rendered is recognized when all four (4) of the following conditions are satisfied simultaneously: 1. The revenue is determined firmly. When the contract specifies that buyers are entitled to return the service they have bought under specific conditions, the enterprise will record the revenue only when those conditions no longer exist and the buyers do not have the right to return the service; 2. The economic benefits associated with the transaction have flown or will flow from the supply of the provided service; 3. Part of completed works can be determined at the balance sheet date; 4. The costs incurred or to be incurred in respect of the transaction can be measured reliably.

If the contract result cannot be determined reliably, revenue will only be recognized at the recoverable amounts of the recognized costs.

**Principles and methods for recording financial income**

Financial income reflects income from interest, distributed dividends and profits, and other financial income (foreign change gains), etc.

Revenue from interest, royalties, distributed dividends and profit is recognized when both of the two following conditions are satisfied: 1. It is possible to obtain benefits from the transaction; 2. Revenue is determined with relative certainty.

- Interest income is recognized based on the time and actual interest rates in each period.
- Royalties are recognized on an accrual basis in accordance with agreements.

Dividends and profits distributed are recorded when shareholders are entitled to receive dividends or capital contributors are entitled to receive profits from capital contribution.

When an amount that has been recorded as an income becomes irrecoverable, such irrecoverable or uncertainly recoverable amount must be recorded as an expense incurred in the period, but not recorded as an income decrease.

**16. Principles and methods of recording cost of goods sold**

Cost of goods sold reflects the cost of products, services, sold during the period and other costs recorded in cost of goods sold or recorded as reductions in cost of goods sold in the reporting period. The cost of goods sold is recorded at the date the transaction incurs or is likely to incur in the future regardless of whether payment has been made or not. The cost of goods sold and revenue shall be recorded simultaneously on the matching principle. Expenses exceeding normal consumption levels are recorded immediately to the cost of goods sold on a prudent principle.

**17. Principles and methods for recording financial expenses**

**Financial expenses include:** Lending and borrowing costs; Provision for impairment of financial investments, losses from selling foreign currencies, Foreign exchange losses and other financial expenses.

Financial expenses are recorded in detail for each expense incurred in the period and determined reliably when there is reliable evidence of these expenses.

**18. Principles and methods for recording current Corporate income tax expense**

Corporate income tax includes current corporate income tax and deferred corporate income tax incurred in the year and set a basis for determining operating results after tax in the current fiscal year.

Current Corporate tax expense is the tax payable on the taxable income and tax rate enacted in the current year.

The tax payables to the State budget will be finalized with the tax office. The difference between the tax payables specified in the book and the tax amounts under finalization will be adjusted when the tax finalization has been issued by the tax office.

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**19. Principles for recording basic earnings per share**

Basic Earnings per share (EPS) is calculated by distributing profit or loss to the common shareholders after subtracting the Bonus and Welfare Fund created in the period and dividing by the weighted average number of common shares outstanding during the period.

Diluted EPS is calculated by dividing profit or loss after tax to common shareholders (after adjusting dividends of preferred convertible shares) by the weighted average number of the common shares circulating in the period and the weighted-average number of the common shares will be issued in the case where all dilutive potential common are converted into common shares.

**20. Financial instruments****Initial recognition:****Financial assets**

According to Circular No. 210/2009/TT-BTC dated November 06, 2009 (Circular No. 210) by the Ministry of Finance; financial assets are classified properly, for the purpose of presentation in the financial statements, into the financial assets which are stated at fair value through the Income Statement, loans and receivables, held-to-maturity investments and available-for-sale financial assets. The Company decides to classify these assets at the date of initial recognition.

At the date of initial recognition, the financial assets are recognized at cost plus transaction cost that is directly attributable to the acquisition of the financial assets.

Financial assets of the Company comprise cash, short-term deposits, trade receivables and other receivables, loans, listed and unlisted financial instruments and derivative financial instruments.

**Financial liabilities**

According to Circular No. 210, financial liabilities are classified properly, for the purpose of presentation in the financial statements, into the financial liabilities which are stated through the Income Statement, financial liabilities determined on an allocated cost basis. The Company decides to classify these liabilities at the date of initial recognition.

All the financial liabilities are recognized at cost plus transaction cost that is directly attributable to the acquisition of the financial liabilities.

Financial liabilities of the Company comprise trade payables, other payables, borrowings and liabilities and derivative financial instruments.

**Value after initial recognition**

Currently, there are no requirements for the re-measurement of the financial instruments after initial recognition.

**Offsetting financial instruments**

Financial assets and financial liabilities are offset and the net amount reported in the report on financial position if, and only if, there is a currently enforceable legal right to offset the financial assets against financial liabilities or vice-versal and there is an intention to settle on a net basis or to realize the assets and settle the liability simultaneously.

**21. Related parties**

Related parties include enterprises and individuals that directly or indirectly through one or more intermediaries, control, or are under control of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel such as Board of Directors, Board of Management and close members of the family of these individuals and companies associated with these individuals also constitute related parties. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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## 22. Presentation of assets, revenue and results of operation by segment

Business segment includes segment based on business sector and on geographical area.

A business segment is a distinguishable component of the Company engaged in production or in providing an individual product or service or a group of related products or services and that is subject to risks and rewards that are different from those of other business segments.

A geographical segment is a distinguishable component of the Company engaged in production or providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

Because the company's operations primarily focus on producing and trading fertilizers, with revenue and expenses mainly incurred in Bac Ninh province, the company does not prepare segment reports by geographical area and business sector.

## V. ADDITIONAL INFORMATION FOR ITEMS IN THE INTERIM BALANCE SHEET

## 1. Cash and cash equivalents

	30/6/2025	01/04/2025
<b>Cash</b>	<b>231.137.767.652</b>	<b>327.480.292.918</b>
Cash on hand	726.689.802	2.452.182.358
Demand deposits	230.411.077.850	325.028.110.560
<b>Cash equivalents</b>	<b>50.346.000.000</b>	<b>75.519.000.000</b>
Term deposits under 3 months (*)	50.346.000.000	75.519.000.000
<b>Total</b>	<b>281.483.767.652</b>	<b>402.999.292.918</b>

## 2. Financial investments

## a. Short-term financial statements

	30/6/2025		01/04/2025	
	Cost	Book value	Cost	Book value
	68.346.000.000	68.346.000.000	18.000.000.000	18.000.000.000
- Term deposits (*)	68.346.000.000	68.346.000.000	18.000.000.000	18.000.000.000
<b>Total</b>	<b>68.346.000.000</b>	<b>68.346.000.000</b>	<b>18.000.000.000</b>	<b>18.000.000.000</b>

## (\*) Term deposits in detail

Contract No.	Balance	Term	Interest rate	Maturity date
<b>Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Giang Branch</b>				
HDTG280/2019/15293	8.000.000.000	6 months	2.9%/year	11/9/2025
HDTG280/2021/22746	10.000.000.000	1 years	4.2%/year	22/7/2025
HDTG280/2025/11086	1.000.000 USD	6 months	0,00%	28/10/2025
HDTG280/2025/14656	1.000.000 USD	6 months	0,00%	14/11/2025

Deposit contracts at Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Giang Branch are used as collateral to issue guarantees and open Letters of credit.

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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b. Equity investments in other entities	30/6/2025		01/04/2025	
	Cost	Provision	Cost	Provision
- Investments in joint ventures, associates	9.662.812.368	0	9.662.812.368	0
Habac Liquefied Gas Joint Stock Company (*)	9.662.812.368	0	9.662.812.368	0
- Other investments	3.556.066.097	0	3.556.066.097	0
Ha Bac Hung Phat Chemical Joint Stock Company	3.556.066.097	0	3.556.066.097	0
<b>Total</b>	<b>13.218.878.465</b>	<b>0</b>	<b>13.218.878.465</b>	<b>0</b>

*'- Status of operation of associates, other investments, and significant transactions between related parties during the period:*

*Associate - Habac Liquefied Gas Joint Stock Company*

- Habac Liquefied Gas Joint Stock Company operates under the first Business Registration Certificate No. 2400742955 dated 30 October 2014 issued by the Department of Planning and Investment of Bac Giang Province. As at 30 June 2025, the Company recorded an investment of 864,906 shares in the associate, equivalent to VND 9,662,812,368 or 36% of its charter capital. The operations of the associate during the period are the production and trading of CO<sub>2</sub>.

Transactions with the associate arising during the period: Sales of water, CO<sub>2</sub>, NH<sub>3</sub>, refined gas.

*Other investments - Ha Bac Hung Phat Chemical Joint Stock Company*

Ha Bac Hung Phat Chemical Joint Stock Company operates under first Business Registration Certificate No. 2400395807 dated 01 February 2008 issued by the Department of Planning and Investment of Bac Giang Province, and the fifth amended certificate on 27 October 2022. As at 30 June 2025, the Company recorded an investment of 400,000 shares, equivalent to VND 3,556,066,097 or 4.76% of its charter capital. The Company's operations during the period are the production and trading of H<sub>2</sub>O<sub>2</sub>.



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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3. Trade receivables	30/6/2025		01/04/2025	
	Value	Provision	Value	Provision
<b>a. Short-term</b>	<b>67.555.025.824</b>	<b>0</b>	<b>194.518.231.831</b>	<b>0</b>
Wuhuan Engineering Co., Ltd - Project Management Office in Bac Giang (*)	54.084.783.360	0	54.084.783.360	0
Long Bien Industrial Gas Joint Stock Company	0	0	3.372.977.100	0
GYOHA CO.,LTD	0	0	8.299.260.000	0
KC Ha Tinh Corporation Joint Stock Company - Central Branch	1.166.760.000	0	113.396.500	0
Habac Liquefied Gas Joint Stock Company	532.937.064	0	351.297.882	0
HA ANH EXPORT IMPORT JOINT STOCK COMPANY	8.150.625.000	0	0	0
DAP - Vinachem Joint Stock Company	0	0	111.500.000	0
Others	3.619.920.400	0	42.949.101.434	0
<b>Total</b>	<b>67.555.025.824</b>	<b>0</b>	<b>109.282.316.276</b>	<b>0</b>
<b>b. Trade receivables from related parties</b>				
Habac Liquefied Gas Joint Stock Company	532.937.064	0	351.297.882	0
DAP - Vinachem Joint Stock Company	0	0	111.500.000	0
<b>Total</b>	<b>532.937.064</b>	<b>0</b>	<b>462.797.882</b>	<b>0</b>

(\*) This is receivable from the contractor related to the trial operation of fixed assets of Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project.

All trade receivables are mortgaged under short-term loan contract No. 01/2024/HĐCVHM/NHCT280-ĐHB dated 04 July 2024 of Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Giang Branch.

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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Unit: VND

## 4. Prepayments to suppliers

	30/6/2025		01/04/2025	
	Value	Provision	Value	Provision
<b>a. Short-term</b>	<b>158.944.937.526</b>	<b>0</b>	<b>37.973.043.906</b>	<b>0</b>
Yueyang Dongtian Petrochemical Co.,Ltd, China	45.783.105.934	0	42.246.456.398	0
Hexun Material and Economy Trading Co., Ltd of Nanning, China	347.133.838	0	0	0
Vietnam National Coal & Mineral Industries Holding Corporation Limited	110.134.086.108	0	28.740.951.231	0
Others	2.680.611.646	0	5.225.265.342	0
<b>Total</b>	<b>158.944.937.526</b>	<b>0</b>	<b>76.212.672.971</b>	<b>0</b>

## 5. Other receivables

	30/6/2025		01/04/2025	
	Value	Provision	Value	Provision
<b>a. Short-term</b>	<b>20.684.812.578</b>	<b>(5.210.337.062)</b>	<b>20.053.233.712</b>	<b>(5.210.337.062)</b>
Constrexim-MECO Joint Stock Company -Advance payment for site clearance of the resettlement project.	5.210.337.062	(5.210.337.062)	5.210.337.062	(5.210.337.062)
Other receivables related to liabilities of Fertilizer Plant Renovation and Expansion Project	4.654.692.143	0	4.654.692.143	0
Receivables for adjusting compensation costs for pipeline 390,395	2.701.391.102	0	2.701.391.102	0
Others	8.118.392.271		7.486.813.405	
<b>b. Long-term</b>	<b>740.804.017.963</b>	<b>0</b>	<b>740.804.017.963</b>	<b>0</b>
Receivable from EPC contractor, package 8 - Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project	740.804.017.963	0	740.804.017.963	0
<b>Total</b>	<b>761.488.830.541</b>	<b>(5.210.337.062)</b>	<b>760.857.251.675</b>	<b>(5.210.337.062)</b>



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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## 6. Bad debts

	30/6/2025			01/04/2025		
	Cost	Provision	Recoverable amount	Cost	Provision	Recoverable amount
- Total value of receivables, loans that are overdue or not overdue but unlikely to be recovered	5.210.337.062	(5.210.337.062)	0	5.210.337.062	(5.210.337.062)	0
Constrexim-MECO Joint Stock Company -Advance payment for site clearance of the resettlement project.	5.210.337.062	(5.210.337.062)	0	5.210.337.062	(5.210.337.062)	0

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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7. Inventories	30/6/2025		01/04/2025	
	Cost	Provision	Cost	Provision
Raw materials	402.909.055.468	0	519.918.637.465	0
Tools, instruments	532.285.679	0	469.867.445	0
Work in progress	31.806.645.538	0	15.964.483.881	0
Finished products	43.595.213.973	0	2.761.407.634	0
<b>Total</b>	<b>478.843.200.658</b>	<b>0</b>	<b>539.114.396.425</b>	<b>0</b>

All inventory is mortgaged under short-term loan contract No. 01/2024-HĐCVHM/NHCT280-DHB dated 4 July 2024 of Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Giang Branch.

8. Long-term assets in progress	30/6/2025		01/04/2025	
	Value	Provision	Value	Provision
<b>a. Long-term work in progress</b>	<b>33.552.540</b>	<b>0</b>	<b>33.552.540</b>	<b>0</b>
- Research to implement CA topic	33.552.540	0	33.552.540	0
<b>b. Construction in progress</b>	<b>81.586.546.090</b>	<b>0</b>	<b>92.310.341.918</b>	<b>0</b>
- Resettlement project (*)	70.873.660.448	0	70.873.660.448	0
- 130 tons/h steam boiler investment project-Thermal Workshop	11.310.909	0	11.310.909	0
- Limestone grinding system investment project - Thermal workshop	10.987.963	0	10.987.963	0
- Major repair costs of fixed assets	13.666.985.638	0	21.414.382.598	0
<b>Total</b>	<b>81.620.098.630</b>	<b>0</b>	<b>92.343.894.458</b>	<b>0</b>

(\*) The project is being undertaken by the Ha Bac Nitrogenous Fertilizer and Chemicals Joint Stock Company, with a total investment of 87 billion Vietnamese Dong. The capital source is collected from land use fees when allocating land for resettlement but the Company advanced for implementation. The project is located in Bac Giang Ward, Bac Ninh Province, and aims to resettle people affected by Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project. As of now, the project has been basically completed and is awaiting final settlement.



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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## 9. Tangible fixed assets

Items	Buildings, structures	Machinery, equipment	Means of transportation	Total
<b>Original cost (*)</b>				
Opening balance	2.040.519.490.653	7.767.904.796.753	34.309.948.557	9.842.734.235.963
Closing balance	2.013.265.274.948	7.760.019.697.189	34.309.948.557	9.807.594.920.694
<b>Accumulated depreciation</b>				
Opening balance	1.005.319.640.529	5.401.187.415.995	27.526.720.408	6.434.033.776.932
Depreciated for the year	(9.852.866.035)	109.580.300.184	387.920.355	100.115.354.504
Closing balance	995.466.774.494	5.510.767.716.179	27.914.640.763	6.534.149.131.436
<b>Net book value</b>				
Opening balance	1.035.199.850.124	2.366.717.380.758	6.783.228.149	3.408.700.459.031
Closing balance	1.017.798.500.454	2.249.251.981.010	6.395.307.794	3.273.445.789.258

## 10. Intangible fixed assets

Items	Computer software	Total
<b>Original cost</b>		
Opening balance	13.226.611.293	13.226.611.293
Closing balance	13.226.611.293	13.226.611.293
<b>Accumulated amortization</b>		
Opening balance	13.226.611.293	13.226.611.293
Amortization for the year	-	-
Closing balance	13.226.611.293	13.226.611.293
<b>Net book value</b>		
Opening balance	0	-
Closing balance	-	-

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11. Prepaid expenses	30/6/2025	01/04/2025
<b>Short-term prepaid expenses</b>	<b>4.458.369.338</b>	<b>5.677.546.358</b>
Insurance costs	2.553.423.747	3.771.776.209
Others	1.904.945.591	1.905.770.149
<b>Long-term prepaid expenses</b>	<b>535.277.271.873</b>	<b>575.805.447.125</b>
Business advantages when equitizing	9.417.675.017	18.835.350.028
Land rental fee	51.608.501.030	52.413.103.238
Fixed asset depreciation is suspended under Notice No. 947/HCVN-TCKT	443.267.451.596	484.255.807.694
Major fixed assets repair cost	30.808.347.294	20.053.784.534
Others	175.296.936	247.401.631
<b>Total</b>	<b>539.735.641.211</b>	<b>581.482.993.483</b>

12. Trade payables	30/6/2025		01/04/2025	
	Value	Recoverable amount	Value	Recoverable amount
<b>a. Short-term</b>	<b>365.150.005.396</b>	<b>365.150.005.396</b>	<b>369.338.881.690</b>	<b>361.046.251.210</b>
Wuhuan Engineering Co., Ltd (*)	242.822.515.933	242.822.515.933	238.671.289.783	238.671.289.783
Hoang Gia Trading & Service Company Limited	25.075.168.283	25.075.168.283	24.329.926.005	24.329.926.005
THAHUSA Group Joint Stock Company	0	0	32.075.405.934	32.075.405.934
Ha Long Investment Co., Ltd	6.377.943.000	6.377.943.000	15.188.236.415	15.188.236.415
TRACO Transport Joint Stock Company 1	8.689.594.173	8.689.594.173	17.024.132.320	8.731.501.840
Payable to other suppliers related to the Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project	2.476.959.000	2.476.959.000	2.476.959.000	2.476.959.000
PSD Export Import and Trading Investment Joint Stock Company	13.066.129.593	13.066.129.593	0	0
DAP - Vinachem Joint Stock Company	14.631.683.000	14.631.683.000	0	0
Others	52.010.012.414	52.010.012.414	39.572.932.233	39.572.932.233
<b>Total</b>	<b>365.150.005.396</b>	<b>365.150.005.396</b>	<b>369.338.881.690</b>	<b>361.046.251.210</b>

(\*) This is payable to contractor related to the Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project.



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

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Unit: VND

## 12. Trade payables (continued)

## b. Trade payables to related parties

	30/6/2025		01/04/2025	
	Value	Recoverable amount	Value	Recoverable amount
Vietnam Institute of Industrial Chemistry	3.998.988.840	3.998.988.840	358.930.000	358.930.000
DAP - Vinachem Joint Stock Company	14.631.683.000	14.631.683.000	0	0
<b>Total</b>	<b>18.630.671.840</b>	<b>18.630.671.840</b>	<b>358.930.000</b>	<b>358.930.000</b>

## 13. Advances from customers

## a. Short-term

	30/6/2025	01/04/2025
<b>a. Short-term</b>	<b>19.824.029.395</b>	<b>18.962.761.108</b>
Thuy Ngan Trading Company Limited	1.494.425.000	713.250.000
Toan Van General Trading Joint Stock Company	1.391.149.840	1.832.547.781
Cuong Lien Agricultural Materials Company Limited	3.038.025.000	33.525.000
Bac Giang Fertilizer Export Import Joint Stock Company	0	610.653.624
Dongwha International Co., Limited	6.037.500.000	0
Ninh Binh Fertilizer One Member Co., Ltd.	0	1.564.623.360
Others	7.862.929.555	14.208.161.343
<b>Total</b>	<b>19.824.029.395</b>	<b>18.962.761.108</b>

## 14. Taxes and payables to the State

	01/04/2025	Payables in the year	Paid in the year	30/6/2025
<b>a. Payables</b>				
Output VAT	0	95.163	95.163	0
VAT on imported goods	0	375.219.119	375.219.119	0
Import and export tax	1.004.836.000	18.582.744.639	18.564.271.189	1.023.309.450
Personal income tax	125.981.449	421.413.457	500.771.923	46.622.983
Natural resources tax	119.773.350	313.267.500	331.557.300	101.483.550
Housing tax and land rental fee	0	8.668.990.230	8.668.990.230	0
Business license fee	0	3.000.000	3.000.000	0
Fees, charges and other payables	280.542.920	1.233.919.072	1.194.282.592	320.179.400
<b>Total</b>	<b>1.531.133.719</b>	<b>28.364.730.108</b>	<b>29.638.187.516</b>	<b>1.491.595.383</b>

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

15. Accrued expenses	30/6/2025	01/04/2025
Interest expense	2.542.644.125	554.659.849
Others		22.153.894
<b>Total</b>	<b>2.542.644.125</b>	<b>576.813.743</b>
16. Other payables	30/6/2025	01/04/2025
<b>a. Short-term</b>		
Loan interest payable to Vietnam Development Bank - North Northeast Area Branch (*)	70.000.000.000	100.000.000.000
Payable to Vietnam National Chemical Group for proceeds from liquidation of unused materials when equitization	693.506.388	693.506.388
Materials are warehoused but not yet recorded as liabilities	32.058.696.590	0
Payables to resettlement project costs	1.911.956.217	1.911.956.217
Funding source for resettlement project granted	2.803.991.000	2.803.991.000
Payables related to the self-settlement of Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project.	35.151.624.197	35.151.624.197
Others	5.074.966.724	3.130.284.227
<b>Total</b>	<b>147.694.741.116</b>	<b>143.691.362.029</b>
<b>b. Long-term</b>		
Loan interest payable to Vietnam Development Bank - North Northeast Area Branch (*)	2.015.355.825.646	2.015.355.825.646
Long-term deposits and collaterals	3.978.160.673	3.660.383.714
Collection of land use fees for the resettlement project	66.809.800.000	66.809.800.000
<b>Total</b>	<b>2.086.143.786.319</b>	<b>2.085.826.009.360</b>
<b>c. Other payables from related parties</b>		
Payable to Vietnam National Chemical Group for proceeds from liquidation of unused materials when equitization	693.506.388	693.506.388
<b>Total</b>	<b>693.506.388</b>	<b>693.506.388</b>



17. Borrowings and finance lease liabilities

	30/06/2025		During the period		01/04/2025	
	Value	Recoverable amount	Increase	Decrease	Value	Recoverable amount
<b>a. Short-term borrowings</b>	<b>414.271.217.800</b>	<b>414.271.217.800</b>	<b>532.717.714.082</b>	<b>422.964.195.312</b>	<b>304.517.699.030</b>	<b>304.517.699.030</b>
<i>Short-term borrowings from Banks</i>	<i>414.271.217.800</i>	<i>414.271.217.800</i>	<i>532.717.714.082</i>	<i>422.964.195.312</i>	<i>304.517.699.030</i>	<i>304.517.699.030</i>
Vietnam Joint Stock Commercial Bank for Industry and Trade (Vietinbank) - Bac Giang Branch (1)	286.311.023.307	286.311.023.307	374.830.746.577	337.156.626.961	248.636.903.691	248.636.903.691
Joint Stock Commercial Bank for Investment and Development of Viet Nam - Kinh Bac Branch (2)	-	-	-	17.612.089.801	17.612.089.801	17.612.089.801
Asia Commercial Joint Stock Bank - Hoang Cau Branch (3)	29.032.715.931	29.032.715.931	58.959.488.943	42.895.478.550	12.968.705.538	12.968.705.538
Vay ngắn hạn Ngân hàng Hàng Hải Việt Nam CN Bắc Giang (4)	49.127.478.562	49.127.478.562	49.127.478.562	-	-	-
Long-term borrowings due to date	49.800.000.000	49.800.000.000	49.800.000.000	25.300.000.000	25.300.000.000	25.300.000.000
<b>b. Long-term borrowings</b>	<b>2.042.736.250.000</b>	<b>2.042.736.250.000</b>	<b>21.124.500.000</b>	<b>363.702.000.000</b>	<b>2.385.313.750.000</b>	<b>2.385.313.750.000</b>
<i>Long-term borrowings from Banks</i>	<i>2.042.736.250.000</i>	<i>2.042.736.250.000</i>	<i>21.124.500.000</i>	<i>363.702.000.000</i>	<i>2.385.313.750.000</i>	<i>2.385.313.750.000</i>
Vietinbank - Bac Giang Branch and co-financing banks (5)	1.021.949.250.000	1.021.949.250.000	21.124.500.000	313.902.000.000	1.314.726.750.000	1.314.726.750.000
Vietnam Development Bank - North Northeast Area Branch (6)	1.020.787.000.000	1.020.787.000.000	0	49.800.000.000	1.070.587.000.000	1.070.587.000.000

# 17. Borrowings and finance lease liabilities (Continued)

## Borrowings from banks in detail:

Contract No.	Term	Interest rate	Credit limit	Balance as at 30/6/2025	Loan purpose	Secured assets
<b>Vietnam Joint Stock Commercial Bank for Industry and Trade (Vietinbank) - Bac Giang Branch (1)</b>						
Loan Limit Contract No. 01/2024/HDCVHM/NHCT280-DHB dated 04/7/2024	From 04/07/2024 to 04/07/2025	As per each indebtedness certificate	380.000.000.000	286.311.023.307	Serving the production and trading of Urea, Ammonia, CO2	All inventories of the Company, address: Tran Nguyen Han Street, Tho Xuong Ward, Bac Giang City and trade receivables.
<b>Joint Stock Commercial Bank for Investment and Development of Viet Nam - Kinh Bac Branch (2)</b>						
Loan Limit Contract No 01/2024/413162/HĐTD dated 15/11/2024	From 15/11/2024 to 15/04/2025	As per each indebtedness certificate	50.000.000.000		Supplement working capital, guarantee, issue L/C	Machinery, equipment, buildings, and architectural objects (line 1) are owned by the Company.
<b>Asia Commercial Joint Stock Bank - Hoang Cau Branch (3)</b>						
Credit contract No. HCA.DN.6884.100325 date 20/3/2025	From 20/3/2025	As per each indebtedness certificate	200.000.000.000	29.032.715.931	Supplement working capital, guarantee, issue L/C	Total balance including principal and interest accrued of USD payment deposit account at ACB
<b>Vay ngắn hạn Ngân hàng Hàng Hải Việt Nam CN Bắc Giang (4)</b>						
Credit contract No.112- 00039698.04714/2025/HĐTD date 04/4/2025	Until 01/4/2026	As per each indebtedness certificate	100.000.000.000	49.127.478.562	Supplement working capital, guarantee, issue L/C	Mortgage contract for deposits/Deposit contracts/Savings cards/Deposit certificates of customers/third parties opened at MSB
<b>Vietinbank - Bac Giang Branch and co-financing banks (5)</b>						
Credit contract No. 01.68/HĐTD date 06/8/2010	Until 2031	6%/year	192 million USD	38.850.000 USD	Investment of Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project	Assets formed from loan capital
<b>Vietnam Development Bank - North Northeast Area Branch (6)</b>						
Credit contract No. 45/2008/HĐTDDT- NHPT dated 11/9/2008 and annexes	Until 2031	8,55%/year	4.125.000.000.000	1.070.587.000.000	Investment of Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project	Assets formed from loan capital



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

18. Provision for payables		30/6/2025	01/04/2025
a. Short-term			
Provision for major repairs of fixed assets in 2025		9.539.809.564	9.503.868.665
Total		9.539.809.564	9.503.868.665
19. Owners' equity			
a. Reconciliation table of changes in Owners' equity			
Item	Owners' contributed capital	Undistributed Profit after tax	Total
Balance as of April 01, 2025	2.722.000.000.000	(2.087.964.008.207)	634.035.991.793
Profit		42.008.569.801	42.008.569.801
Balance as of June 30, 2025	2.722.000.000.000	(2.045.955.438.406)	676.044.561.594
b. Owners' contributed capital in detail			
	Capital contribution ratio	30/6/2025	01/04/2025
Vietnam National Chemical Group	97,66%	2.658.310.000.000	2.658.310.000.000
Other shareholders	2,34%	63.690.000.000	63.690.000.000
Total	100%	2.722.000.000.000	2.722.000.000.000
c. Capital transactions with owners and distribution of dividends, profit			
		30/6/2025	01/04/2025
Contributed capital of owners		2.722.000.000.000	2.722.000.000.000
At the beginning of the period		2.722.000.000.000	2.722.000.000.000
At the end of the period		2.722.000.000.000	2.722.000.000.000
d. Shares			
		30/6/2025	01/04/2025
Number of registered shares		272.200.000	272.200.000
Number of registered shares sold out to public		272.200.000	272.200.000
Common shares		272.200.000	272.200.000
Number of shares in circulation		0	0
Common shares		0	0
Số lượng cổ phiếu đang lưu hành		272.200.000	272.200.000
Common shares		272.200.000	272.200.000
Par value in circulation: VND per share		10.000	10.000

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

## 20. Off-balance sheet item

## a. Outsourced assets

The Company signed land lease agreements in Tho Xuong Ward, Bac Giang City, Bac Giang Province for production and business purposes from 2007 to 2058. The leased land area is 85.51811 ha. According to these agreements, the Company must pay annual land rent until its maturity date following current State regulations.

## b. Foreign currencies

	30/6/2025	01/04/2025
USD	4.980.781,61	7.812.438,32
<b>Total</b>	<b>4.980.781,61</b>	<b>7.812.438,32</b>

## VI. ADDITIONAL INFORMATION FOR ITEMS IN THE INTERIM INCOME STATEMENT

## 1. Net revenue from goods sold and services rendered

	Quater II 2025	Quater II 2024
Net revenue from goods, products sold	1.187.094.650.036	957.947.902.815
<b>Total</b>	<b>1.187.094.650.036</b>	<b>957.947.902.815</b>

## 2. Cost of goods sold

	Quater II 2025	Quater II 2024
Cost of goods, products sold	1.032.919.834.148	1.016.926.596.200
<b>Total</b>	<b>1.032.919.834.148</b>	<b>1.016.926.596.200</b>

## 3. Financial income

	Quater II 2025	Quater II 2024
Interest from loans, deposits	312.480.894	397.230.103
Dividends, profit received	2.594.718.000	
Foreign exchange gain during the period	7.090.504.905	4.820.165.951
<b>Total</b>	<b>9.997.703.799</b>	<b>5.217.396.054</b>

## 4. Financial expenses

	Quater II 2025	Quater II 2024
Short-term loan interest	2.988.212.745	4.848.829.447
Long loan interest expense	40.141.468.942	50.945.158.908
Foreign exchange loss during the period	334.364.786	116.414.471
Foreign exchange loss due to revaluation	22.520.759.504	26.508.119.774
<b>Total</b>	<b>65.984.805.977</b>	<b>82.418.522.600</b>



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

## 5. Selling expenses and General and administrative expenses

## a. Selling expenses

	Quater II 2025	Quater II 2024
Urea product cost	17.014.054.984	9.790.125.381
Others NH3 product cost		14.761.446
Finished product workshop costs	5.589.780.920	5.478.988.909
Shipping costs	67.518.084	115.221.344
Others		8.808.000
<b>Total</b>	<b>22.671.353.988</b>	<b>15.407.905.080</b>

## b. General and administrative expenses

Staff cost	12.421.370.287	11.044.318.520
Management material costs	1.924.815.122	2.102.402.512
Office supplies cost	3.139.225.004	4.709.747.506
Fixed asset depreciation	3.216.673.575	3.411.248.952
Taxes, fees, charges	8.872.770.623	3.982.146.471
External services	2.077.683.489	1.715.193.501
Other costs in cash	9.051.110.842	9.882.119.225
<b>Total</b>	<b>40.703.648.942</b>	<b>36.847.176.687</b>

## 6. Other income

	Quater II 2025	Quater II 2024
Collect property rental income	32.095.555	77.140.000
Others	7.254.038.288	101.572.956.858
<b>Total</b>	<b>7.286.133.843</b>	<b>101.650.096.858</b>

## 7. Other expenses

	Quater II 2025	Quater II 2024
Depreciation of assets suspended for repairs	-	-
Others	90.274.826	50.663.618.888
<b>Total</b>	<b>90.274.822</b>	<b>50.663.618.888</b>

## 8. Business costs by factor

	Quater II 2025	Quater II 2024
Raw material cost	715.746.138.499	451.182.724.418
Labor cost	45.785.988.630	51.428.481.000
Fixed asset depreciation	156.675.597.822	156.189.821.600
External services	117.923.793.188	56.632.295.361
Other costs in cash	60.253.593.761	404.411.974.476
<b>Total</b>	<b>1.096.385.111.900</b>	<b>1.119.845.296.855</b>

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

9. Current Corporate income tax expense	Quater II 2025	Quater II 2024
Total accounting profit before tax	42.008.569.801	(137.448.423.728)
Adjustments to increase	(42.008.569.801)	137.448.423.728
- Dividends, profit received	(2.594.718.000)	
Loss from previous years carried forward	(39.413.851.801)	137.448.423.728
Taxable income	-	-
Tax rate	20%	20%
Total current Corporate income tax expense	0	0

## 10. Financial risk management policies and objectives

The risks from financial instruments include market risk, credit risk and liquidity risk.

The Board of Management considers the application of management policies for the above risks as follows:

## 10.1 Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market prices. There are three market risks: interest rate risk, foreign exchange risk and other price risks, for example, risk of stock price. Financial instruments affected by the market risks include borrowings and liabilities, deposits, and available-for-sale investments.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risks due to changes in the interest rate of the Company mainly relate to: borrowings and liabilities, cash, and short-term deposits.

The Company manages the interest rate risk by analyzing the competition status in the market in order to apply the interest rate that brings benefits to the Company while is still within the limit of its risk management.

**Foreign exchange risk**

Foreign exchange risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in the exchange rate. The Company bears risks due to changes in the exchange rate of currencies other than VND related directly to the Company's operating activities.

The Company manages foreign currency risk by considering current and expected market conditions when planning future transactions in foreign currencies. The Company does not use any derivative financial instruments to hedge its foreign currency risks.

## 10.2 Credit risk

Credit risk is the risk due to the uncertainty in the counterparty's ability to meet its obligations causing financial loss. The Company bears credit risks from production and doing business activities (mainly trade receivables) and from its financial activities including deposits, foreign exchange transactions and other financial instruments.

**Trade receivables**

The Company minimizes the credit risk by only doing business with entities that have a good financial capacity and closely keeping track of the liabilities to speed up the recovery of debts. On the basis of this method and receivables related to different customers, the credit risk does not concentrate on a certain customer.

**Bank deposits**

The company mainly maintains deposits at large and prestigious banks in Vietnam. The Company finds that the concentration of credit risk on bank deposits is low.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

Quater II 2025

Unit: VND

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**10.3 Liquidity risk**

Liquidity risk is the risk that arises from difficulty in fulfilling financial obligations due to a lack of capital. The liquidity risk of the Company mainly arises from the difference in the maturity of the financial assets and liabilities.

The Company supervises liquidity risk by maintaining an amount of cash, cash equivalents and borrowings from banks at the level that the Board of Management considers sufficient to satisfy the Company's activities and minimize influences of changes in cash flows.

**Secured assets**

The Company used part of land use rights, bank deposits and cash equivalents, trade receivables, inventories, machinery and equipment, buildings and structures, and land use rights as collateral for short-term and long-term borrowings from banks (Detail in Note "Borrowings and finance lease liabilities").

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

Quater II 2025

Unit: VND

## VII. OTHER INFORMATION

## 1. Contingent liabilities, commitments and other financial information

The Company has been working with the EPC Contractor of Package 8 - Design, procurement of equipment and materials, construction, operation and handover of the factory to settle additional payments for the Ha Bac Nitrogenous Fertilizer Plant Renovation and Expansion Project. This may lead to future receivables and payables to the contractor and other related parties.

## 2. Transaction with related parties

Significant transactions and balances with related parties during the period are as follows:

Related parties	Relation	Nature of transaction	Incurred during the year	Closing balance receivable (payable)
Vietnam National Chemical Group	Parent company	Payment for liquidation of unused assets during equitization	1.000.000.000	(693.506.388)
DAP - VINACHEM Joint Stock Company	Same parent company	Selling goods	20.331.908.900	-
		Purchasing goods	27.941.683.000	(14.631.683.000)
Công ty CP Hóa chất Hưng Phát Hà Bắc	Công ty có vốn đầu tư	Selling goods	20.680.976.458	3.109.626.518
Habac Liquefied Gas Joint Stock Company	Associate	Selling goods	2.812.029.282	532.937.064
		Dividend receipt	2.594.718.000	0
Vietnam Institute of Industrial Chemistry	Same parent company	Purchase of chemicals	14.229.246.240	(3.998.988.840)

## + Income of the Board of Directors, Board of Management and Chief Accountant

Name	Position	Content	Quater II 2025
Nguyen Van Thieu	Chairman of the Board of Directors	Remuneration of the Board of Directors and other income	27.000.000
Nguyen Van Dung	General Director	Salary, remuneration of the Board of Directors and other income	105.855.000
Pham Van Trung	Deputy General Director	Salary, remuneration of the Board of Directors and other income	94.245.000
Nguyen Dinh Hong	Deputy General Director	Salary, remuneration of the Board of Directors and other income	90.645.000
Nguyen Tuyen Anh	Member of the Board of Directors	Remuneration of the Board of Directors and other income	22.200.000
Le Anh Tuan	Chief Accountant	Salary and other income	68.745.000
Ha Xuan Han	Head of the Board of Supervisors (from 01/01/2025 to 25/4/2025)	Salary and other income (from 01/01/2025 to 25/4/2025)	28.654.091
Hoang Thi Linh Giang	Head of the Board of Supervisors (Appointed on 25/4/2025)	Remuneration of the Board of Supervisors and other income	2.000.000
Le Anh Tuan	Member of the Board of Supervisors	Remuneration of the Board of Supervisors and other income	18.600.000
Dang Thi Minh Ly	Member of the Board of Supervisors	Remuneration of the Board of Supervisors and other income	18.600.000

## 3. Presentation of assets, revenue and results of operation by segment

Because the company's operations primarily focus on producing and trading fertilizers, with revenue and expenses mainly incurred in Bac Ninh province, the company does not prepare segment reports by geographical area and business sector.

Preparer



Nguyen Thi Hong Nhung

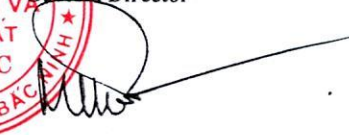
Chief Accountant



Le Anh Tuan



General Director



Nguyen Van Dung

Bac Ninh, 18 July 2025