

DUC THANH WOOD PROCESSING JOINT STOCK COMPANY
221/4 Phan Huy Ich Street, Ward 14, Go Vap District, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS
FOR Q4 YEAR 2024

DUC THANH WOOD PROCESSING JOINT STOCK COMPANYAddress: No. 221/4 Phan Huy Ich Street,
Ward 14, Go Vap District, Ho Chi Minh City**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ending 31 December 2024

Form Number B 01 - DN**CONSOLIDATED BALANCE SHEET**

As of 31 December 2024

Unit: VND

ASSETS	Code	Note	As of December 31, 2024	As of January 1, 2024
A. CURRENT ASSETS	100		233,957,771,008	271,943,803,007
I. Cash and Cash Equivalents	110		5,169,758,218	22,885,155,092
- Cash	111	1	5,169,758,218	8,185,155,092
- Cash Equivalents	112		-	14,700,000,000
II. Short-term Financial Investments	120		51,555,000,000	68,855,000,000
- Held-to-maturity Investments	123	2	51,555,000,000	68,855,000,000
III. Short-term Receivables	130		94,422,395,138	78,955,266,197
- Receivables from Customers	131	3	26,615,745,782	29,108,914,536
- Advances to Suppliers	132	4	2,444,229,719	2,718,279,206
- Short-term Loans Receivable	135	5	33,000,000,000	22,400,000,000
- Other Short-term Receivables	136		32,362,419,637	24,728,072,455
IV. Inventories	140		74,544,021,216	91,952,967,897
- Inventories	141	6	74,544,021,216	91,952,967,897
V. Other Current Assets	150		8,266,596,436	9,295,413,821
- Prepaid Expenses	151	7	1,289,394,283	1,524,062,127
- Deductible VAT	152		6,245,083,075	7,350,415,408
- Taxes and other receivables from the State	153		732,119,078	420,936,286
B. NON-CURRENT ASSETS	200		285,550,762,389	136,963,670,079
I. Long-term Receivables	210		(357,588,254)	150,000,000
- Other Long-term Receivables	216		150,000,000	150,000,000
- Provision for Doubtful Long-term Receivables	219		(507,588,254)	-
II. Fixed Assets	220		71,100,485,064	128,706,121,012
- Tangible Fixed Assets	221	8	60,584,454,137	73,939,302,553
- Original Cost	222		172,887,493,792	178,201,268,237
- Accumulated Depreciation	223		(112,303,039,655)	(104,261,965,684)
- Intangible Fixed Assets	227	9	10,516,030,927	54,766,818,459
- Original Cost	228		18,821,334,013	64,321,334,013
- Accumulated Amortization	229		(8,305,303,086)	(9,554,515,554)
III. Investment Properties	230	10	210,366,497,774	-
- Original Cost	231		218,626,000,000	-
- Accumulated Depreciation	232		(8,259,502,226)	-
IV. Long-term assets in process	240		8,000,000,000	-
- Construction-in-progress	242	11	8,000,000,000	-
V. Other Long-term Assets	260		4,441,367,805	8,107,549,067
- Long-term Prepaid Expenses	261	12	3,868,182,850	7,534,364,112
- Deferred Income Tax Assets	262	13	573,184,955	573,184,955
TOTAL ASSETS (270 = 100 + 200)	270		527,508,533,397	408,907,473,086

(TO BE CONTINUED ON NEXT PAGE)

The accompanying notes are an integral part of the financial statements.

DUC THANH WOOD PROCESSING JOINT STOCK COMPANYAddress: No. 221/4 Phan Huy Ich Street,
Ward 14, Go Vap District, Ho Chi Minh City**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ending 31 December 2024

Form B 01 - DN**CONSOLIDATED BALANCE SHEET**

As of 31 December 2024

Unit: VND

OWNER'S EQUITY	Code	Note	As of December 31, 2024	As of January 1, 2024
C. LIABILITIES	300		228,675,521,923	117,251,398,925
I. Current Liabilities	310		136,468,207,386	114,605,291,876
1. Short-term Payables to Suppliers	311	14	20,520,438,036	6,518,615,586
2. Advances from Customers	312	15	10,856,831,651	8,653,854,087
3. Taxes and Other Payables to the State	313	16	6,344,164,520	3,716,408,055
4. Payables to Employees	314	17	21,240,895,123	17,145,980,354
5. Other Current Payables	315	18	3,473,612,415	2,181,812,726
6. Deferred Revenue (Current)	318	19	2,475,009,488	-
7. Other Short-term Payables	319	20	765,340,809	1,920,855,612
8. Short-term Loans and Financial Leases	320	21	67,505,768,604	71,390,665,000
9. Welfare Fund	322	22	3,286,146,740	3,077,100,456
II. Long-term Liabilities	330		92,207,314,537	2,646,107,049
1. Deferred Revenue (Long-term)	336	19	2,475,009,488	-
2. Other Long-term Payables	337	18	4,726,865,091	702,682,091
3. Long-term Loans and Financial Leases	338	23	83,025,700,000	-
4. Provision for Long-term Payables	342	24	1,979,739,958	1,943,424,958
D. OWNER'S EQUITY	400		298,833,011,474	291,656,074,161
I. Owner's Capital	410	25	298,833,011,474	291,656,074,161
1. Owner's Investment	411		238,835,570,000	218,725,920,000
- Common Shares with Voting Rights	411a		238,835,570,000	218,725,920,000
2. Share Premium	412		9,096,117,006	9,117,717,006
3. Treasury Shares	415		(3,261,350,000)	(4,332,350,000)
4. Development Fund	418		1,001,210,514	1,001,210,514
5. Undistributed Profit After Tax	421		53,161,463,954	67,143,576,641
- Undistributed Profit Accumulated to Previous Year	421a		24,216,044,641	32,271,396,338
- Undistributed Profit for the Current Period	421b		28,945,419,313	34,872,180,303
TOTAL LIABILITIES AND OWNER'S EQUITY (440 = 300 + 400)	440		527,508,533,397	408,907,473,086



Nguyễn Hà Ngọc Diệp
Deputy General Director
Ho Chi Minh City, January 30th, 2025

Bùi Phương Thảo
Chief Accountant

Nguyễn Quốc Hiệp
Preparer

The accompanying notes are an integral part of the financial statements.

DUC THANH WOOD PROCESSING JOINT STOCK COMPANY

Address: No. 221/4 Phan Huy Ich Street,
Ward 14, Go Vap District, Ho Chi Minh City

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ending 31 December 2024

Form B 02-DN

CONSOLIDATED INCOME STATEMENT

For the fiscal year ending 31 December 2024

Unit: VND

ITEMS	Code	Note	Q4 2024	Q4 2023	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
1. Revenue from Sales	01		86,880,088,678	89,694,605,165	336,843,320,266	313,867,666,225
2. Deductions	02		171,642,063	890,341,409	1,152,976,614	2,871,408,257
3. Net Revenue from Sales and Services	10	VI.1	86,708,446,615	88,804,263,756	335,690,343,652	310,996,257,968
4. Cost of Goods Sold	11		45,580,852,779	63,068,749,266	201,466,606,034	220,756,327,042
5. Gross Profit from Sales	20		41,127,593,836	25,735,514,490	134,223,737,618	90,239,930,926
6. Financial Revenue	21	VI.2	2,724,763,238	2,508,053,316	9,183,919,310	10,387,526,365
7. Financial Expenses	22	VI.3	2,967,033,070	1,393,293,590	10,240,566,498	10,321,811,088
- Of which: Interest Expenses	23		1,915,968,855	724,214,922	6,011,840,256	3,177,875,378
8. Selling Expenses	24	VI.4	4,393,840,105	4,759,984,897	17,194,532,748	17,249,650,459
9. Administrative Expenses	25	VI.4	15,050,495,714	6,546,276,419	45,344,070,386	27,624,956,562
10. Profit from Business Operations	30		21,440,988,185	15,544,012,900	70,628,487,296	45,431,039,182
11. Other Income	31	VI.5	198,355,556	753,581,334	989,409,511	614,251,365
12. Other Expenses	32		30,331,059	1,057,673	507,798,898	8,757,573
13. Other Profit / (Loss)	40		168,024,497	752,523,661	481,610,613	605,493,792
14. Total Profit Before Tax	50		21,609,012,682	16,296,536,561	71,110,097,909	46,036,532,974
15. Current Corporate Income Tax	51	VI.6	4,800,883,132	3,423,072,969	15,694,156,162	9,344,201,283
16. Deferred Corporate Income Tax	52	-	-	-	-	-
17. Net Profit After Corporate Income Tax	60		16,808,129,550	12,873,463,592	55,415,941,747	36,692,331,691
18. Basic Earnings per Share	70	VI.7	736	577	2,427	1,647



Nguyễn Hà Ngọc Diệp
Deputy General Director
Ho Chi Minh City, January 30th, 2025

Bùi Phương Thảo
Chief Accountant

Nguyễn Quốc Hiệp
Preparer

DUC THANH WOOD PROCESSING JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ending 31 December 2024

Mẫu số B 03 - DN

CONSOLIDATED CASH FLOW STATEMENT

(Indirect method)

For the fiscal year ending 31 December 2024

Unit: VND

ITEMS	Code	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
I. CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit Before Tax	1	71,110,097,909	46,036,532,974
2. Adjustments for Items	2	15,188,998,577	9,663,059,842
- Depreciation of Fixed Assets and Investment Properties	3	543,903,254	(974,801,709)
- Provisions	4	(1,885,073,822)	(87,891,065)
- Foreign Exchange Gains and Losses from Revaluation of Monetary Items	5	(5,553,702,713)	(7,555,704,432)
- Gains and Losses from Investment Activities	6	6,011,840,256	3,177,875,378
3. Profit from Business Operations before Changes in Working Capital	8	85,416,063,461	50,259,070,988
- Increase/Decrease in Receivables	9	(36,130,375,643)	25,903,988,249
- Increase/Decrease in Inventories	10	17,408,946,681	5,063,838,280
- Increase/Decrease in Payables (excluding interest payable, corporate income tax payable)	11	11,884,632,854	(25,614,527,319)
- Increase/Decrease in Prepaid Expenses	12	3,900,849,106	(1,612,820,527)
- Interest Paid	14	(6,011,840,256)	(3,177,875,378)
- Corporate Income Tax Paid	15	(14,161,834,908)	(16,474,503,808)
- Other Cash Payments from Operating Activities	17	(4,556,089,997)	(2,437,222,250)
Net Cash Flow from Operating Activities	20	57,750,351,298	31,909,948,235
II. CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash Paid for Acquiring and Constructing Fixed Assets and Other Long-term Assets	21	(175,812,225,555)	(8,270,271,388)
2. Cash Received from Disposal and Sale of Fixed Assets and Other Long-term Assets	22	763,636,364	2,594,501,866
3. Cash Paid for Loans and Purchase of Debt Instruments from Other Entities	23	(208,186,568,336)	(143,955,000,000)
4. Cash Recovered from Loans and Sale of Debt Instruments of Other Entities	24	246,886,568,336	109,300,000,000
5. Cash Received from Interest on Loans, Dividends, and Profit Distribution	27	4,652,431,501	7,724,028,170
Net Cash Flow from Investing Activities	30	(131,696,157,690)	(32,606,741,352)
III. CASH FLOW FROM FINANCING ACTIVITIES			
1. Cash Received from Issuance of Shares	31	20,088,050,000	6,208,400,000
2. Cash Paid for Contributions to Owners	32		(1,339,000,000)
3. Cash Received from Borrowings	33	268,180,267,775	162,633,997,307
4. Cash Paid for Loan Principal	34	(189,039,464,171)	(121,114,232,307)
5. Dividends and Profits Paid to Owners	36	(45,075,829,000)	(42,433,857,699)
Net Cash Flow from Financing Activities	40	54,153,024,604	3,955,307,301
NET CASH FLOW FOR THE YEAR	50	(19,792,781,788)	3,258,514,184
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	60	22,885,155,092	19,510,897,861
EFFECTS OF FLUCTUATIONS IN FOREIGN EXCHANGE RATES	61	2,077,384,914	115,743,047
CASH AND CASH EQUIVALENTS AT END OF YEAR	70	5,169,758,218	22,885,155,092



Nguyễn Hà Ngọc Diệp
Deputy General Director
Ho Chi Minh City, January 30th, 2025

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DUC THANH WOOD PROCESSING JOINT STOCK COMPANY

Address: No. 221/4 Phan Huy Ich Street,
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CONSOLIDATED FINANCIAL STATEMENTS
For the fiscal year ending 31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ending 31 December 2024

I. GENERAL INFORMATION

1. Ownership form

Duc Thanh Wood Processing Joint Stock Company (hereinafter referred to as “the Company” or “the Parent Company”) is a joint stock company.

2. Operating field

Operating field of the Company is industrial manufacturing.

3. Principal business activities

Principal business activities of the Company are wood production, broomstick, flag handle, laminated board, wooden furniture, children’s wooden toy production.

4. Normal operating cycle

Normal operating cycle of the Company is within 12 months.

5. Characteristics of the Group's operations during the year have an impact on the Financial Statements

The Group’s revenue and profit this year increased compared to last year due to additional factory leasing activities.

6. Structure of the Group

The Group includes the Parent Company and one subsidiary under the control of the Parent Company. The subsidiary is consolidated in these Consolidated Financial Statements.

Subsidiary

The Company only invests in its subsidiary which is Duc Tam Wood Manufacturing and Exporting Company Limited located at No. 49A, Doan Van Cu Street, Vam Hamlet, Thien Tan Commune, Vinh Cuu District, Dong Nai Province. The principal business activity of this subsidiary is to wholesale sawn timber (from legal timber sources) (only operating when satisfying all business conditions according to legal requirements). As of the balance sheet date, the Company’s capital contribution rate at this subsidiary is 100%, equivalent to the voting rate and ownership rate.

The Company has the following affiliates:

Affiliates	Address
Branch of Duc Thanh Wood Processing Joint Stock Company	Land Lot No. 835, Map No. 7, Tan Hoi Quarter, Tan Hiep Ward, Tan Uyen City, Binh Duong Province
Branch of Duc Thanh Wood Processing Joint Stock Company - Duc Thanh Store	No. 216 Ly Tu Trong Street, Ben Thanh Ward, District 1, Ho Chi Minh City
Branch 4 of Duc Thanh Wood Processing Joint Stock Company	Land Lot No. 813, Map No. 41, Khanh Binh 51 Street, Binh Chinh Quarter, Khanh Binh Ward, Tan Uyen City, Binh Duong Province

7. Statement of information comparability on the Consolidated Financial Statements

The corresponding figures in the previous period can be comparable with figures in the current period.

8. Headcount

As of the balance sheet date, the Group’s headcount is 636 (headcount at the beginning of the year: 675).

ĐUC THANH WOOD PROCESSING JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ending 31 December 2024

Notes to the Consolidated Financial Statements (cont.)

II. FISCAL YEAR AND ACCOUNTING CURRENCY

1. Fiscal year

The fiscal year of the Group is from 01 January to 31 December annually.

2. Accounting currency unit

The accounting currency unit is Vietnamese Dong (VND) since the Group's transactions are primarily made in VND.

III. ACCOUNTING STANDARDS AND SYSTEM

1. Accounting System

The Group applies the Vietnamese Accounting Standards and System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014 guiding the Vietnamese Accounting System, the Circular No. 53/2016/TT-BTC dated 21 March 2016, the Circular No. 202/2014/TT-BTC dated 22 December 2014 guiding the preparation and presentation of the Consolidated Financial Statements as well as other Circulars guiding the implementation of the Accounting Standards of the Ministry of Finance in the preparation and presentation of these Consolidated Financial Statements.

2. Statement of the compliance with the Accounting Standards and System

The Board of Executives ensures to follow all the requirements of the Vietnamese Accounting Standards and System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC dated 21 March 2016, the Circular No. 202/2014/TT-BTC dated 22 December 2014 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of the Consolidated Financial Statements.

IV. ACCOUNTING POLICIES

1. Accounting convention

All the Consolidated Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

2. Consolidation bases

The Consolidated Financial Statements include the Combined Financial Statements of the Parent Company and the Financial Statements of its subsidiary. A subsidiary is an enterprise that is controlled by the Parent Company. The control exists when the Parent Company has the power to directly or indirectly govern the financial and operating policies of the subsidiary to obtain economic benefits from its activities. In determining the control power, the potential voting right arising from options or debt and capital instruments that can be converted into common shares as of the balance sheet date should also be taken into consideration.

The financial performance of subsidiary, which is bought or sold during the period, is included in the Consolidated Income Statement from the date of acquisition or until the date of selling investments in that subsidiary.

The Financial Statements of the Parent Company and those of the subsidiary used for consolidation are prepared in the same accounting period and apply consistently accounting policies to the same types of transactions and events in similar circumstances. In the case that the accounting policy of a subsidiary is different from the accounting policy applied consistently in the Group, the Financial Statements of that subsidiary will be properly adjusted before being used for the preparation of the Consolidated Financial Statements.

DUC THANH WOOD PROCESSING JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ending 31 December 2024

Notes to the Consolidated Financial Statements (cont.)

Intra-group balances in the Balance Sheet and intra-group transactions and unrealized profits resulting from these transactions must be completely eliminated. Unrealized losses resulting from intra-group transactions are also eliminated unless costs cannot be recovered.

3. Foreign currency transactions

Transactions in foreign currencies are converted at the actual exchange rates ruling as of the transaction dates. The ending balances of monetary items in foreign currencies are converted at the actual exchange rates ruling as of the balance sheet date.

Foreign exchange differences arisen from foreign currency transactions during the period shall be included into financial income or financial expenses. Foreign exchange differences due to the revaluation of ending balances of the monetary items in foreign currencies after offsetting their positive differences against negative differences shall be included into financial income or financial expenses.

The exchange rate used to convert foreign currency transactions is the actual exchange rate ruling as at the time of these transactions. The actual exchange rates applied to foreign currency transactions are as follows:

- For the foreign currency trading contract (including spot contract, forward contract, future contract, option contract, currency swap): the exchange rate stipulated in the contracts of trading foreign currency between the Group and the Bank.
- For capital contribution made or received: the buying rate of the bank where the Group opens its account to receive capital contributed from investors as of the date of capital contribution.
- For receivables: the buying rate of foreign currency ruling as at the time of transaction of the commercial bank where the Group designates the customers to make payments.
- For payables: the selling rate of foreign currency ruling as at the time of transaction of the commercial bank where the Group supposes to make payments.
- For acquisition of assets or immediate payments in foreign currency (not included into payable accounts): the buying rate of the commercial bank where the Group makes payments.

The exchange rate used to re-evaluate ending balances of monetary items in foreign currencies is determined in accordance with following principles:

- For foreign currency deposits: the buying rate of the bank where the Group opens its foreign currency account.
- For monetary items in foreign currencies classified as other assets: the buying rate of Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) – Tan Binh Branch, where the Group frequently conducts transactions.
- For monetary items in foreign currencies classified as liabilities: the selling rate of Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) – Tan Binh Branch, where the Group frequently conducts transactions.

4. Cash and cash equivalents

Cash includes cash on hand and demand deposits in banks. Cash equivalents are short-term investments of which the due dates cannot exceed 3 months from the dates of the investments and the convertibility into cash is easy, and which do not have a lot of risks in the conversion into cash as of the balance sheet date.

5. Financial investments

Held-to-maturity investments

Investments are classified as held-to-maturity investments that the Group intends and is able to hold to maturity. Held-to-maturity investments include held-to-maturity term deposits and bonds for the purpose of receiving periodical interest.

Held-to-maturity investments are initially recognized at cost including the purchase cost and other transaction costs. After initial recognition, these investments are recorded at recoverable value. Interest from these held-to-maturity investments after acquisition date is recognized in the profit or loss on the basis of the interest income to be received. Interests arising prior to the Group's acquisition of held-to-maturity investments are recorded as a decrease in the costs as at the acquisition time.

When there are reliable evidences proving that a part or the whole investment cannot be recovered and the loss is reliably determined, the loss is recognized as financial expenses during the period while the investment value is derecognized.

6. Receivables

Receivables are recognized at the carrying amounts less allowances for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Group and customers who are independent to the Group.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

Allowance is made for each doubtful debt on the basis of estimated loss.

Increases/decreases in the obligatory allowance for doubtful debts as of the balance sheet date are recorded into general and administration expenses.

7. Inventories

Inventories of the Group are recognized at the lower of cost or net realizable value.

Cost of inventories is determined as follows:

- For materials and merchandises: Costs comprise costs of purchases and other directly relevant costs incurred in bringing the inventories to their present location and conditions.
- Work-in-process: Costs comprise costs of main materials, labor and other directly relevant expenses.
- For finished goods: Costs comprise costs of materials, direct labor and directly relevant general manufacturing expenses allocated on the basis of normal operations.

Stock-out costs are determined in accordance with the specific identification method and recorded in line with the perpetual method.

Net realizable value is the estimated selling price of inventories in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Allowance for inventories is recognized when their costs are higher than their net realizable values. For services in progress, allowance is recorded for each type of services with specific prices. Increases/decreases in the obligatory allowance for inventories as of the balance sheet date are recorded into costs of sales.

8. Prepaid expenses

Prepaid expenses comprise actual expenses incurred and relevant to financial performance in several accounting periods. Prepaid expenses of the Group mainly include expenses of tools, land rental and repair expenses. These prepaid expenses are allocated over the prepayment period or period of corresponding economic benefits generated from these expenses.

Duc Thanh Wood Processing Joint Stock Company

Address: No. 221/4 Phan Huy Ich Street,
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CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ending 31 December 2024

Notes to the Consolidated Financial Statements (cont.)

Tools

Expenses of tools being put into use are allocated into expenses in accordance with the straight-line method for the maximum period of 3 years.

Land rental

Prepaid land rental reflects the rental prepaid for the land being used by the Group. Prepaid land rental is allocated over the term specified in the land lease contract.

Repair expenses

Expenses of fixed asset repairs incurred once with high value are allocated into expenses in accordance with the straight-line method in 3 years.

9. Tangible fixed assets

Tangible fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of tangible fixed assets include all the expenses paid by the Group to bring the asset to its working condition for its intended use. Other expenses arising subsequent to initial recognition are included into historical costs of fixed assets only if it can be clearly demonstrated that the expenditure has resulted in future economic benefits expected to be obtained from the use of these assets. Those which do not meet the above conditions will be recorded into operation costs during the period.

When a tangible fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the period.

Tangible fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied is as follows:

<u>Fixed assets</u>	<u>Years</u>
Buildings and structures	03 - 28
Machinery and equipment	03 - 25
Vehicles	05 - 15
Office equipment	03 - 10

10. Intangible fixed assets

Intangible fixed assets are determined by their initial costs less accumulated amortization.

Initial costs of intangible fixed assets include all the costs paid by the Group to bring the asset to its working condition for its intended use. Other costs relevant to intangible fixed assets arising subsequent to initial recognition are included into operation costs during the period only if these costs are associated with a specific intangible fixed asset and result in future economic benefits expected to be obtained from the use of these assets.

When an intangible fixed asset is sold or disposed, its initial costs and accumulated amortization are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the period.

The Group's intangible fixed assets include:

Land use right

Land use right includes all the actual expenses paid by the Group directly related to the land being used such as expenses to obtain the land use right, expenses for house removal, land clearance and ground leveling, registration fees, etc.

The land use right of the Group is amortized as follows:

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Notes to the Consolidated Financial Statements (cont.)

- Land use right granted by the State with collection of land use fees is amortized in accordance with the straight-line method over the land granting period (50 years); if the land use right is permanent, it is not amortized.
- Land use right legally transferred is amortized in accordance with the straight-line method over the land granting period (42 – 50 years); if the land use right is permanent, it is not amortized.

Computer software

Expenses attributable to computer software, which is not a part associated with the relevant hardware, will be capitalized. Costs of computer software include all the expenses paid by the Group until the date the software is put into use. Computer software is amortized in accordance with straight-line method in 3 - 5 years.

11. Business combination and goodwill

The business combination is accounted by applying acquisition method. The costs of business combination include the fair values as at the acquisition date of the exchanged assets, the incurred or assumed liabilities as well as the equity instruments issued by the Group in exchange for control of the acquiree, plus any cost directly attributable to the business combination. The acquired assets, the identifiable and contingent liabilities assumed from the business combination are recognized at their fair values as at the acquisition date.

If the business combination covers some accounting periods, the cost of business combination equals the total investment made at the date of obtaining the control of subsidiaries plus the amount of previous investments which are re-evaluated at fair value as at the date of obtaining the control of subsidiaries. The difference between the re-evaluated amount and the cost of investment shall be recorded in the financial performance provided that the Group does not have any significant influence on subsidiaries prior the date of obtaining the control and the investment in subsidiaries is presented in line with the cost method. In case where the Group has significant influence on the subsidiaries prior the date of obtaining the control the investment in subsidiaries is presented in line with the equity method, the difference between the re-evaluated amount and the cost of investment determined in line with the equity method shall be recorded in the financial performance; and the difference between the investment determined in line with the equity method and the cost of investment shall be directly recorded in “Retained earnings” of the Consolidated Balance Sheet.

12. Payables and accrued expenses

Payables and accrued expenses are recorded for the amounts payable in the future associated with the goods and services received. Accrued expenses are recorded based on reasonable estimates for the amounts payable.

The classification of payables as trade payables, accrued expenses and other payables is made on the basis of following principles:

- Trade payables reflect payables of commercial nature arising from the purchase of goods, services, or assets, of which the seller is an independent entity with the Group.
- Accrued expenses reflect expenses for goods, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operation expenses.
- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

The payables and accrued expenses are classified as short-term and long-term items in the Consolidated Balance Sheet on the basis of their remaining term as of the balance sheet date.

13. Provisions for payables

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Provisions are recorded when the Group has present obligations (legal or constructive) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

If time causes material effects, the provisions will be determined by deducting the amount to be spent in future to settle the liability at the pre-tax discount rate that reflects the assessments of the time value of money and the specific risks from this liability in the current market. The increase in provisions due to the effect of time will be recognized as a financial expense.

The Group's provisions for payables only include severance allowances.

The Group has to pay for severance allowances to the employees who have worked regularly for the Group for 12 months or more for the period in which employees do not pay for unemployment insurance when they terminate the labor contracts. Provisions for severance allowances are appropriated at the rate equal to $\frac{1}{2}$ of the average salary plus the salary allowances (if any) in the most recent 6 consecutive months to the date of preparing the Financial Statements for each working year.

Increases/decreases of provisions for severance allowances are appropriated as at the balance sheet date and recorded in general and administration expenses.

14. Owner's equity

Capital

Capital is recorded according to the actual amounts invested by shareholders of the Parent Company.

Share premiums

Share premiums are recorded in accordance with the difference between the issuance price and face value upon the IPO, additional issue or the difference between the re-issuance price and carrying value of treasury shares and the equity component of convertible bonds upon maturity date. Expenses directly related to the additional issue of shares and the re-issuance of treasury shares are recorded as a decrease in share premiums.

Treasury shares

When a share capital in the owner's equity is re-purchased, the amount payable including the expenses related to the transaction is recorded as treasury shares and a corresponding decrease in owner's equity then is recognized. When this share capital is re-issued, the difference between the re-issuance price and carrying value of treasury shares is recorded in "Share premiums".

15. Profit distribution

Profit after tax is distributed to the shareholders after appropriation for funds under the Charter of the Company as well as legal regulations and approved by the General Meeting of Shareholders.

The distribution of profits to the shareholders is made with consideration toward non-cash items in the retained earnings that may affect cash flows and payment of dividends such as profit due to revaluation of assets contributed as investment capital, profit due to revaluation of monetary items, financial instruments and other non-cash items.

Dividends are recorded as payables upon approval of the General Meeting of Shareholders and notification of dividend payment from the Board of Management.

16. Recognition of sales and income

Sales of merchandises, finished goods

Sales of merchandises, finished goods shall be recognized when all of the following conditions are satisfied:

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- The Group transfers most of risks and benefits incident to the ownership of merchandises or products to customers.
- The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the merchandises, products sold.
- The amount of sales can be measured reliably. When the contracts stipulate that buyers have the right to return products, merchandises purchased under specific conditions, sales are recorded only when those specific conditions are no longer exist and buyers retains no right to return products, merchandises (except for the case that such returns are in exchange for other goods or services).
- The Group received or shall probably receive the economic benefits associated with sale transactions.
- The cost incurred or to be incurred in respect of the sale transaction can be measured reliably.

Interest

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

17. Sales deductions

Sales deductions include trade discounts, sales allowances, sales returns incurred in the same period of providing products, merchandises, services, in which revenues are derecognized.

In case of products, merchandises, services provided in the previous periods but trade discounts, sales allowances, sales returns incurred in the current period, revenues are derecognized as follows:

- If sales allowances, trade discounts, sales returns incur prior to the release of the Consolidated Financial Statements, revenues are derecognized on the Consolidated Financial Statements of the current period.
- If sales allowances, trade discounts, sales returns incur after the release of the Consolidated Financial Statements, revenues are derecognized on the Consolidated Financial Statements of the following period.

18. Borrowing costs

Borrowing costs include loan interest and other costs incurred directly relevant to borrowings.

Borrowing costs are recorded as an expense when it is incurred.

19. Expenses

Expenses are those that result in outflows of the economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenues are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

20. Corporate income tax

Corporate income tax includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

Deferred income tax

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Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the Financial Statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of taxable income in the future against which the temporarily deductible differences can be used.

Carrying values of deferred corporate income tax assets are considered as of the balance sheet date and will be reduced to the rate that ensures enough taxable income against which the benefits from part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered as of the balance sheet date and are recorded when there is certainly enough taxable income to use these unrecognized deferred corporate income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rate to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the Income Statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity.

The Group shall offset deferred tax assets and deferred tax liabilities if:

- The Group has the legal right to offset current income tax assets against current income tax liabilities; and
- Deferred income tax assets and deferred income tax liabilities are relevant to corporate income tax which is under the management of one tax authority either:
 - Of the same subject to corporate income tax; or
 - The Group has intention to pay current income tax liabilities and current income tax assets on a net basis or recover tax assets and settle tax liability simultaneously in each future period to the extent that the majority of deferred income tax liabilities or deferred income tax assets are paid or recovered.

21. Related parties

A party is considered a related party of the Group in case that party is able to control the Group or to cause material effects on the financial decisions as well as the operations of the Group. A party is also considered a related party of the Group in case that party is under the same control or is subject to the same material effects.

Considering the relationship of related parties, the nature of relationship is focused more than its legal form.

22. Segment reporting

A business segment is a distinguishable component of the Group that is engaged in manufacturing or providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Group that is engaged in manufacturing 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.

The segment information is prepared and presented in conformity with the accounting policies applicable to the preparation and presentation of the Consolidated Financial Statements of the Group.

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Unit: VND

1. CASH AND CASH EQUIVALENTS	31/12/2024	31/12/2023
Cash on hand	173,838,729	77,004,119
Bank deposits	4,995,919,489	8,108,150,974
Cash equivalents (*)	-	14,700,000,000
Total	5,169,758,218	22,885,155,092
2. SHORT-TERM FINANCIAL INVESTMENTS		
(*) Short-term financial investments consist of term deposits and bonds denominated in Vietnamese Dong at commercial banks, with original terms of 9 months and interest rates ranging from 3.1% to 11.5% per annum		
3. SHORT-TERM TRADE RECEIVABLES	31/12/2024	31/12/2023
<i>Trade receivables from related parties</i>	<i>484,594,317</i>	<i>1,096,920,887</i>
Duc Tam Export Wood Processing Company Limited	-	-
Tri Phuoc Thanh Company Limited	484,594,317	948,429,367
Pizza 4PS Joint Stock Company	-	148,491,520
<i>Trade receivables from other customers</i>	<i>26,131,151,465</i>	<i>28,011,993,649</i>
Asung Co., LTD	9,899,165,690	7,607,930,557
May Viet Company Limited	1,691,960,842	4,678,185,120
MM Mega Market (Vietnam) Company Limited	646,755,129	676,130,506
Triace Vietnam Company Limited		3,902,696,666
Other customers receivables	13,893,269,804	11,147,050,800
Total	26,615,745,782	29,108,914,536
4. SHORT-TERM ADVANCES TO SUPPLIERS	31/12/2024	31/12/2023
Hoang Cam Tu Trading Service Company Limited	-	276,677,470
Hanh Gia Management Consulting Company Limited	192,000,000	-
BYS Joint Stock Company	584,630,000	287,500,000
TONG JOU Vietnam Company Limited	632,760,238	
Phu Vinh Huy Construction Co., Ltd.	-	1,633,700,000
Other suppliers	1,034,839,481	520,401,736
Total	2,444,229,719	2,718,279,206
5. SHORT-TERM LOANS RECEIVABLE	31/12/2024	31/12/2023
<i>Loans to related parties</i>	<i>-</i>	<i>22,400,000,000</i>
Loan to Ms. Huynh Thi Thanh	-	8,600,000,000
Loan to Ms. Le Hai Lieu	-	5,800,000,000
Loan to Pizza 4PS Joint Stock Company	-	8,000,000,000
<i>Loans to other organizations and individual</i>	<i>33,000,000,000</i>	<i>-</i>
Loan to Ms. Dang Thi Ngan	16,000,000,000	-
Loan to Ms. Ho Thi Huong	5,500,000,000	-
Loan to Mr. Bui Xuan Truong	6,500,000,000	-
Loan to Ms. Nguyen Thi Huong	5,000,000,000	-
Total	33,000,000,000	22,400,000,000

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6.	Inventories	31/12/2024	31/12/2023			
	Raw materials	37,397,929,259	43,785,006,296			
	Tools and instruments	892,184,640	879,077,117			
	Work-in-process	11,088,123,012	16,586,167,153			
	Finished goods	25,165,176,305	30,434,694,392			
	Merchandises	608,000	254,210,555			
	Goods sent for sale	-	13,812,384			
	Total	74,544,021,216	91,952,967,897			
7.	SHORT-TERM PREPAID EXPENSES	31/12/2024	31/12/2023			
	Repair expenses	15,953,475	19,400,375			
	Other short-term prepaid expenses	1,273,440,808	1,504,661,752			
	Total	1,289,394,283	1,524,062,127			
8.	TANGIBLE FIXED ASSET					
		Buildings and structures	Machinery and equipment	Vehicles	Office equipment and other tangible fixed assets	Total
	Historical costs					
	Beginning balance	83,780,783,327	72,829,216,795	14,473,647,482	7,117,620,633	178,201,268,237
	Acquisition during the year	52,658,441,900	1,530,630,373	5,376,141,364		59,565,213,637
	<i>Transfer to investment property</i>	(64,126,000,000)		895,000,000		(63,231,000,000)
	Liquidation, disposal		(685,084,818)	(861,716,900)	(101,186,364)	(1,647,988,082)
	Ending balance	72,313,225,227	73,674,762,350	19,883,071,946	7,016,434,269	172,887,493,792
	Depreciation					
	Beginning balance	39,878,227,766	49,413,516,929	9,341,486,056	5,628,734,933	104,261,965,684
	Depreciated	6,594,530,522	4,841,252,765	1,237,484,515	420,552,295	13,093,820,097
	<i>Transfer to investment property</i>					-
	Liquidation, disposal	(3,296,725,010)	(305,000,000)	(1,420,621,116)	(30,400,000)	(5,052,746,126)
	Ending balance	43,176,033,278	53,949,769,694	9,158,349,455	6,018,887,228	112,303,039,655
	Net book values					
	End Balance 31/12/2024	29,137,191,949	19,724,992,656	10,724,722,491	997,547,041	60,584,454,137
	Beg Balance 31/12/2023	43,902,555,561	23,415,699,866	5,132,161,426	1,488,885,700	73,939,302,553

The original cost of tangible fixed assets that have been fully depreciated but are still in use as of December 31, 2024, is VND 34,547,768,109.

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	Land use right	Computer software	Total
Initial costs			
Beginning balance	60,417,549,433	3,903,784,580	64,321,334,013
Acquisition during the year	109,000,000,000		109,000,000,000
Transfer to investment property	(154,500,000,000)		(154,500,000,000)
Liquidation, disposal			-
Ending balance	14,917,549,433	3,903,784,580	18,821,334,013
Amortization			
Beginning balance	9,219,090,958	335,424,596	9,554,515,554
Amortization during the year	3,609,900,708	103,664,040	3,713,564,748
Transfer to investment property	(4,962,777,216)		(4,962,777,216)
Liquidation, disposal			-
Ending balance	7,866,214,450	439,088,636	8,305,303,086
Net book values			
Ending balance 31/12/2024	7,051,334,983	3,464,695,944	10,516,030,927
Beginning balance 31/12/2023	51,198,458,475	3,568,359,984	54,766,818,459

The original cost of intangible fixed assets that have been fully amortized but are still in use as of December 31, 2024, is VND 275,564,580.

10. Investment property for lease

	Land use right	Houses	Total
Historical/ Initial costs			
Beginning balance			-
Acquisition during the year	154,500,000,000		154,500,000,000
Transfer from tangible fixed assets and intangible fixed assets	-	64,126,000,000	64,126,000,000
Ending balance	154,500,000,000	64,126,000,000	218,626,000,000
Depreciation/Amortization			
Beginning balance			-
Transfer from tangible fixed assets and intangible fixed assets	4,962,777,216	3,296,725,010	8,259,502,226
Ending balance	4,962,777,216	3,296,725,010	8,259,502,226
Net book values			
Ending balance	149,537,222,784	60,829,274,990	210,366,497,774
Beginning balance	-	-	-

11. CONSTRUCTION IN PROGRESS EXPENSES

	31/12/2024	31/12/2023
Transfer of land use rights, procedures in progress	8,000,000,000	-
Total	8,000,000,000	-

12. Long-term prepaid expenses

	31/12/2024	31/12/2023
Tools and instruments	52,549,850	102,355,477
Land lease rentals	610,909,248	1,189,916,013
Repair expenses	555,539,013	1,082,067,049
Other long-term prepaid expenses	2,649,184,739	5,160,025,573
Total	3,868,182,850	7,534,364,112

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	31/12/2024	31/12/2023
Deferred income tax assets	573,184,955	573,184,955

14. SHORT-TERM TRADE PAYABLES

	31/12/2024	31/12/2023
Trade payables to related parties	39,471,656	2,054,965
Duc Tam Export Wood Processing Co., Ltd.	38,361,211	
Saigon Pure Drinking Water Company Limited	1,110,445	2,054,965
Trade payables to other suppliers	20,480,966,380	6,516,560,621
Tan Hong Phat International Company Limited	222,725,250	801,502,900
Tam Long Fine Arts Company Limited	-	325,760,400
Chau Kim Loan	4,000,000,000	
Hoang Cam Tu Trading Service Company Limited	1,829,843,476	
Thanh Hung Wood Company Limited	1,320,809,957	
Other suppliers	13,107,587,697	5,389,297,321
Total	20,520,438,036	6,518,615,586

15. SHORT-TERM ADVANCES FROM CUSTOMERS

	31/12/2024	31/12/2023
JUST DUTCH	129,348,247	
HAI HA PRODUCTION AND ADVERTISING COMPANY LIMITED	373,800,000	-
Cuong Quoc Phat Co., Ltd.	977,120,240	1,275,000,000
Other customers	9,376,563,164	7,378,854,087
Total	10,856,831,651	8,653,854,087

16. TAXES AND PAYABLES TO THE STATE

	31/12/2024	31/12/2023
Corporate income tax	4,940,215,541	3,422,615,390
Personal income tax	1,403,948,979	293,792,665
Total	6,344,164,520	3,716,408,055

17. EMPLOYEE PAYABLES

Salaries and bonuses payable to employees

18. SHORT-TERM ACCRUED EXPENSES

	31/12/2024	31/12/2023
Salaries and leave payable	2,110,236,687	1,325,462,000
Other short-term accrued expenses	1,363,375,728	856,350,726
Total	3,473,612,415	2,181,812,726

19. UNEARNED REVENUE - SHORT-TERM AND LONG-TERM

Advance payments for factory and office rentals from Scancom Vietnam Co., Ltd.

20. OTHER PAYABLES**a) Short-term other payables**

	31/12/2024	31/12/2023
Payables to related parties	-	-
Duc Tam Wood Manufacturing and Exporting Company Limited	-	
Payables to other organizations and individual	765,340,809	1,920,855,612
Union funds, social insurance	1,177,133,736	867,045,146

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Dividends payable	32,155,750	16,508,300
Other short-term payables	(443,948,677)	1,037,302,166
Total	765,340,809	1,920,855,612

b) Long-term other payables

Deposit received for factory rental

21. SHORT-TERM LOANS AND FINANCE LEASE OBLIGATIONS

	31/12/2024	31/12/2023
Vietcombank – Tan Binh Branch ⁽ⁱ⁾	9,287,873,550	44,990,665,000
Shinhan Bank Vietnam Limited – Northern Saigon Branch ⁽ⁱⁱ⁾	26,116,692,537	26,400,000,000
BIDV – Ho Chi Minh City Branch ⁽ⁱⁱⁱ⁾	32,101,202,517	-
Total	67,505,768,604	71,390,665,000

⁽ⁱ⁾ The loan from Vietcombank – Tan Binh Branch with the loan limit of VND 70.000.000.000 is to supplement the working capital. The loan term is 6 months. This loan is secured by the Company's land use right and ownership of houses and other land-attached assets located at Land Lot No. 813, Map No. 41, Khanh Binh Ward, Tan Uyen City, Binh Duong Province

⁽ⁱⁱ⁾ The loan from Shinhan Bank Vietnam Limited – Northern Saigon Branch with the loan limit of USD 3.000.000 is to supplement the working capital. The loan term is 12 months. This loan is secured by the savings deposit at the same bank (see Note No. V.2a).

⁽ⁱⁱⁱ⁾ The loan from BIDV – Ho Chi Minh City Branch with the loan limit of VND 45.000.000.000 is to supplement the working capital. The loan term is 12 months. This loan is secured by the land use right, ownership of house and other land-attached assets of Ms. Le Hai Lieu located at Land Lot No. 1333 - 15, Map No. 06, My Hung - H7 Quarter, Zone A - Saigon South New Urban Area, Tan Phong Ward, District 7, Ho Chi Minh City.

22. REWARD AND WELFARE FUND

	Năm nay	Năm trước
Beginning balance	3,077,100,456	3,694,171,317
Increase from profit allocation	5,585,004,281	1,820,151,389
Fund expenditures	(5,375,957,997)	(2,437,222,250)
Ending balance	3,286,146,740	3,077,100,456

23. LONG-TERM LOANS AND FINANCE LEASE OBLIGATIONS**a) Long-term loans**

	31/12/2024	31/12/2023
BIDV – Ho Chi Minh City Branch	83,025,700,000	-
Total	83,025,700,000	-

The loan from BIDV - Ho Chi Minh City Branch is to pay for the receipt of land and workshop transfer to serve leasing activities in Tan Hiep Ward, Tan Uyen City, Binh Duong Province with the maximum loan term of 120 months, starting from the day following the first disbursement date. The fixed interest rate for the first 2 years from the first disbursement date is 6%/year and the interest rate then fluctuates according to the market interest rate. The loan is secured by the land use right and land-attached assets under the Property Mortgage Contract No. 02/2024/7801028/HĐBĐ dated 14 May 202.

b) Overdue loans

The Group has no overdue loans.

24. LONG-TERM PROVISIONS

Long-term provisions are related to severance allowances. Details are as follows:

	Năm nay	Năm trước
Beginning balance	1,943,424,958	2,918,226,667
Utilized amount	(234,483,000)	(734,469,000)
Reversed amount	270,798,000	(240,332,709)
Ending balance	1,979,739,958	1,943,424,958

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25. OWNER'S EQUITY**a) Changing in owner's equity**

	Capital	Share premiums	Treasury shares	Investment and development fund	Retained earnings	Total
As of December 31, 2023	218,725,920,000	9,117,717,006	(4,332,350,000)	1,001,210,514	67,143,576,641	291,656,074,161
Profit for the Period					55,415,941,747	55,415,941,747
Provision for Welfare Fund					(3,008,490,283)	(3,008,490,283)
Dividends Paid					(66,524,479,000)	(66,524,479,000)
Purchase of treasury shares			(268,000,000)			(268,000,000)
Change in Charter Capital	20,109,650,000		1,339,000,000			21,448,650,000
Other Changes		(21,600,000)			134,914,849	113,314,849
As of December 31, 2024	238,835,570,000	9,096,117,006	(3,261,350,000)	1,001,210,514	53,161,463,954	298,833,011,474

b) Shares

	31/12/2024	31/12/2023
Number of Shares Authorized for Issuance	23,883,557	21,872,592
Number of Shares Issued and Fully Contributed	23,883,557	21,872,592
- Common shares	23,883,557	21,872,592
Number of Treasury Shares Bought Back	286,610	393,710
- Common shares	286,610	393,710
Number of Shares Outstanding	23,596,947	21,478,882
- Common shares	23,596,947	21,478,882
Par Value per Share (VND)	10,000	10,000

The company only has one type of ordinary shares that do not receive fixed dividends. Shareholders holding ordinary shares are entitled to receive dividends when declared and have voting rights on a one-share-one-vote basis at the company's shareholders' meetings. All shares have equal rights to the net asset value of the company.

DUC THANH WOOD PROCESSING JOINT STOCK COMPANYAddress: No. 221/4 Phan Huy Ich Street,
Ward 14, Go Vap District, Ho Chi Minh City**CONSOLIDATED FINANCIAL STATEMENTS**
For the fiscal year ending 31 December 2024**Notes to the Consolidated Financial Statements (continued)***(These explanatory notes are an integral part of and should be read in conjunction with the financial statements.)***VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED INCOME STATEMENT****1. Sales**

	Year 2024	Year 2023
Sales of finished goods	306,539,440,708	268,917,462,248
Sales from leasing investment properties and other sales	29,150,902,944	42,078,795,720
	335,690,343,652	310,996,257,968

2. Financial income

	Year 2024	Year 2023
Interest income from deposits and loans	4,653,015,750	7,415,217,499
Realized foreign exchange gains	1,491,097,786	2,817,484,402
Revaluation foreign exchange gains	3,018,990,849	87,891,065
Discounts received	20,814,925	66,933,399
	9,183,919,310	10,387,526,365

3. Financial Expenses

	Year 2024	Year 2023
Interest expenses	6,011,840,256	3,177,875,378
Realized foreign exchange losses	975,262,763	1,206,393,816
Revaluation foreign exchange losses	1,133,917,027	
Discounts paid	2,119,546,452	5,937,541,894
	10,240,566,498	10,321,811,088

4. Selling Expenses and General Administration Expenses

	Year 2024	Year 2023
Selling expenses incurred during the period:		
- Employee costs	6,349,687,181	6,324,526,285
- Goods transportation costs	1,525,316,739	2,021,135,415
- Sales commission	1,788,822,599	1,902,388,810
- Sales discounts	118,911,311	879,280,269
- Other selling expenses	7,411,794,918	6,122,319,680
Total	17,194,532,748	17,249,650,459

General administration expenses incurred during the year:

	Year 2024	Year 2023
- Employee costs	23,783,438,342	16,922,680,871
- Other general administration expenses	21,560,632,044	10,702,275,691
Total	45,344,070,386	27,624,956,562

5. Other Income

	Year 2024	Year 2023
Income from the disposal of fixed assets	827,272,728	434,143,731
Other income	162,136,783	180,107,634
Total	989,409,511	614,251,365

6. Current Corporate Income Tax

	Year 2024	Year 2023
Profit before tax from business activities	71,110,097,909	45,747,229,056
Adjustments to accounting profit for determining taxable income:		
- Increases	2,075,015,835	1,346,214,354
- Decreases	4,891,088,379	(139,686,995)
Taxable income from business activities	78,076,202,123	46,953,756,415
Tax rate	20%	20%
Corporate income tax payable	15,615,240,425	9,390,751,283
Less: Expenses for female laborers	(24,800,000)	(46,550,000)
Adjustments to corporate income tax expenses of previous years	103,715,737	
Current corporate income tax expenses	15,694,156,162	9,344,201,283

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For the fiscal year ending 31 December 2024**Notes to the Consolidated Financial Statements (continued)***(These explanatory notes are an integral part of and should be read in conjunction with the financial statements.)***7. Earnings Per Share**

The calculation of basic earnings per share is based on the following data:

	Year 2024	Year 2023
Net profit after tax	55,415,941,747	36,692,331,691
Appropriation to reward and welfare fund	2,770,797,087	1,802,151,389
Profit allocated to ordinary shareholders	52,645,144,660	34,890,180,302
Weighted average number of ordinary shares outstanding	21,692,796	21,168,396
Basic earnings per share	2,427	1,647

VII. Other Information**1. 1.Transactions and balances with related parties**

Related parties with the company include key management personnel, individuals related to key management personnel, and other related parties

1.1. Transactions and balances with key management personnel and individuals related to key management personnel

Income of key management personnel (including the Board of Directors, General Director, Supervisory Board, and Chief Accountant):

		Year 2024	Year 2023
Board of Directors			
Lê Hải Liễu	Chairman	-	-
Lê Hồng Thắng	Vice Chairman	912,100,000	1,714,862,000
Nguyễn Hà Ngọc Diệp	Board Member, Deputy General Director	721,914,000	1,002,926,000
Lê Hồng Thành	Non-executive Board Member		50,000,000
Trương Thị Diệu Lê	Non-executive Board Member	120,000,000	120,000,000
Hoàng Anh Tuấn	Independent Board Member	280,000,000	280,000,000
Nguyễn Hoàng Ngân	Independent Board Member	100,000,000	-

Mrs. Lê Hải Liễu does not receive remuneration for her work in the year and has donated all her remuneration to support the company's staff and workers

General Directorate

Nguyễn Thị Thanh Huyền	Deputy General Director	508,930,000	718,277,000
Nguyễn Đức Tình	Director	479,772,000	688,241,000
Phạm Minh Duy	Deputy Factory Director	281,242,000	224,433,000
Hà Phước Hiệp	Deputy Factory Director (until 31/8/2024)	218,987,000	317,902,000
Bùi Phương Thảo	Chief Accountant	435,181,000	622,938,000

Supervisory Board

Trương Thị Bình	Head of Supervisory Board	396,177,000	478,620,000
Trần Ngọc Hùng	Supervisory Board Member	120,000,000	170,000,000
Bùi Thị Tường Anh	Supervisory Board Member	70,000,000	100,000,000

Dividends paid to insiders	10,730,132,000	4,861,492,000
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DUC THANH WOOD PROCESSING JOINT STOCK COMPANYAddress: No. 221/4 Phan Huy Ich Street,
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For the fiscal year ending 31 December 2024**Notes to the Consolidated Financial Statements (continued)***(These explanatory notes are an integral part of and should be read in conjunction with the financial statements.)***1.2. Transactions and balances with other related parties****a Other related parties include:**

Related Party	Relationship with the Company
- Duc Tam Export Wood Processing Company Limited	Subsidiary
- Saigon Pure Drinking Water Company Limited	Company related to a person related to an insider
- Tri Phuoc Thanh Company Limited	Company related to a person related to an insider
- Tri Linh Trading and Service Company Limited	Company related to a person related to an insider
- Pizza 4PS Joint Stock Company	Company related to an insider
- Binh Dien Fertilizer Joint Stock Company	Company related to an insider
- Binh Minh Plastics Joint Stock Company	Company related to an insider
- Business Insight Vietnam Company Limited	Company related to an insider

b Transactions with related parties:***Major transactions between the company and its subsidiary:***

	Year 2024	Year 2023
Transaction with Duc Tam Export Wood Processing Company Limited		
Parent company purchases goods	15,480,226,745	43,294,816,974

Transactions between the company and other related parties:

	Year 2024	Year 2023
Saigon Pure Drinking Water Company Limited (purchasing goods)	24,447,539	161,640,082
Tri Phuoc Thanh Company Limited (selling goods)	492,495,176	201,853,611
Tri Linh Trading and Service Company Limited (selling goods)	2,862,000	-
Pizza 4PS Joint Stock Company (selling goods)	195,705,340	412,683,320

Balances with other related parties have been presented in Notes V.3, V.14, V.20**2. Segment Information**

The main business activity of the company is the production and trading of wood products, which do not differ in terms of risks and economic benefits. The company's products are consumed both domestically and internationally; however, these markets do not differ in terms of risks and economic benefits.

3. Explanation of Profit Fluctuations

Chỉ tiêu	Q4/2024	Q4/2023	Tỷ lệ
Revenue	86,708,446,615	88,804,263,756	98%
Net profit after tax	16,808,129,550	12,873,463,592	131%

Although revenue in Q4 2024 slightly decreased compared to the same period last year, strong labor productivity, investment in new machinery and equipment, and enhanced production improvements led to a significant increase in after-tax profit. Additionally, the company consolidated three factories into one, which not only reduced administrative, personnel, and transportation costs but also generated additional profit from renting out the vacated factory space.



Nguyễn Hà Ngọc Diệp
Deputy General Director
Ho Chi Minh City, January 30th, 2025

Uhan

Bùi Phương Thảo
Chief Accountant

Qh

Nguyễn Quốc Hiệp
Preparer