

No.: 51 /BCTT-SAF/TCHC

Re: *information disclosure of audited
2024 Financial Statements*

Ho Chi Minh City, January 24th, 2025

To: Hanoi Stock Exchange

1. Company Name: **Safoco Foodstuff Joint Stock Company**
2. Stock Code: SAF
3. Head Office Address: No. 1079 Pham Van Dong Street, Quarter 1, Linh Tay Ward,
Thu Duc City, Ho Chi Minh City
4. Tel: 028.37245264 Fax: 028.37245263
5. Information Discloser:

NGUYEN CONG MINH KHOA

Authorized Person for Information Disclosure

6. Content of the disclosed information:

The audited 2024 Financial Statements of Safoco Foodstuff Joint Stock Company were signed on January 22th, 2025, included:

- Balance Sheet
- Income Statement
- Cashflow Statement
- Notes to the Financial Statements

7. Website address for full disclosure content:

www.safocofood.com

We hereby certify that the information provided above is true and correct and we take full responsibility to the law for our information disclosure.

Recipients:

- As above.
- Archived Organization
and Administration Department.

**Authorized Person
for Information Disclosure**



Nguyen Cong Minh Khoa

FINANCIAL STATEMENTS

SAFOCO FOODSTUFF JOINT STOCK COMPANY

For the fiscal year ended as at 31/12/2024
(audited)



Safoco Foodstuff Joint Stock Company

1079 Pham Van Dong, Quarter 1, Linh Tay Ward, Thu Duc City, Ho Chi Minh City

CONTENTS

	Pages
Report of the Board of General Management	02 - 03
Independent Auditors' Report	04
Audited Financial Statements	05 - 35
Statement of Financial Position	05 - 06
Statement of Income	07
Statement of Cash Flows	08
Notes to the Financial Statements	09 - 35

REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of Safoco Foodstuff Joint Stock Company (“the Company”) presents its report and the Company’s Financial Statements for the fiscal year ended as at 31 December 2024.

THE COMPANY

Safoco Foodstuff Joint Stock Company was converted from Safoco Foodstuff Enterprise under Decision No. 4451/QD/BNN-TCCB dated 09 December 2004 of the Minister of Agriculture and Rural Development on “Conversion of the state-owned enterprise Safoco Foodstuff Enterprise into a joint stock company”. The international transaction name is Safoco Foodstuff Joint Stock Company, abbreviated as SAFOCO.

The Company operates under Business Registration Certificate Joint Stock Company No. 0303752249 (converted from No. 4103003305), first registered on 14/04/2005 and 16th re-registered on 27/03/2023 by the Department of Planning and Investment of Ho Chi Minh City.

The Company’s head office is located at: 1079 Pham Van Dong, Quarter 1, Linh Tay Ward, Thu Duc City, Ho Chi Minh City.

BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION

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

Mr. Ngo Si Tuan Phuong	Chairman	(Appointed on 10/04/2024)
Mr. Nguyen Van Hien	Chairman	(Resigned on 10/04/2024)
Ms. Pham Thi Thu Hong	Member	
Mr. Nguyen Cong Minh Khoa	Member	
Mr. Luu Nguyen Chi Nhan	Member	
Mr. Nguyen Quang Tam	Member	(Appointed on 10/04/2024)
Mr. Nguyen Tri Nghia	Member	(Resigned on 10/04/2024)

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

Ms. Pham Thi Thu Hong	General Director	
Mr. Nguyen Cong Minh Khoa	Vice General Director	
Mr. Tran Hoang Thao	Vice General Director	
Mr. Nguyen Tri Nghia	Vice General Director	
Ms. Do Ngoc Tham	Accountant in Charge	(Appointed on 20/07/2024)
Ms. Nguyen Thi Nga	Chief Accountant	(Resigned on 20/07/2024)

Members of the Board of Supervision are:

Mr. Nguyen Truong Nguyen	Head of the Board of Supervision
Mr. Nguyen Vuong Quoc	Member
Ms. Pham Lien Huong	Member

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and until the preparation of this Financial Statements is Ms. Pham Thi Thu Hong - General Director.

AUDITORS

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

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

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

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

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

The Board of Management confirms that the the Financial Statements give a true and fair view of the financial position as at 31 December 2024, its operation results and cash flows for the fiscal year then ended of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Financial Statements.

Other commitments

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

On behalf of the Board of Management



Pham Thi Thu Hong

General Director

Ho Chi Minh City, 22 January 2025

INDEPENDENT AUDITORS' REPORT

To: Shareholders, the Board of Directors and the Board of Management
Safoco Foodstuff Joint Stock Company

We have audited the Financial Statements of Safoco Foodstuff Joint Stock Company prepared on 22 January 2025, as set out on pages 05 to 35, including: Statement of Financial Position as at 31 December 2024, Statement of Income, Statement of Cash Flows and Notes to the Financial Statements for the fiscal year ended as at 31 December 2024.

The Board of Management' responsibility

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

Auditors' responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Management, as well as evaluating the overall presentation of the Financial Statements.

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

Auditors' opinion

In our opinion, the Financial Statements give a true and fair view, in all material respects, of the financial position of Safoco Foodstuff Joint Stock Company as at 31 December 2024, its operations results and its cash flows for the fiscal year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Financial Statements.

Branch of AASC Auditing Firm Company Limited**Tran Trung Hien**

Director.

Certificate of registration to audit practice

No: 2202-2023-002-1

Ho Chi Minh City, 22 January 2025

Nguyen Thai

Auditor

Certificate of registration to audit practice

No: 1623-2023-002-1

STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

Code	ASSETS	Note	31/12/2024 VND	01/01/2024 VND
100	A. CURRENT ASSETS		234,801,148,291	231,673,230,206
110	I. Cash and cash equivalents	03	64,762,103,989	55,316,401,129
111	1. Cash		36,762,103,989	20,816,401,129
112	2. Cash equivalents		28,000,000,000	34,500,000,000
120	II. Short-term financial investments	04	55,002,150,000	46,502,150,000
121	1. Trading securities		2,150,000	2,150,000
123	2. Held to maturity investments		55,000,000,000	46,500,000,000
130	III. Short-term receivables		43,041,400,462	32,200,422,121
131	1. Short-term trade receivables	05	41,147,354,446	29,317,387,919
132	2. Short-term prepayments to suppliers	06	103,292,592	1,088,488,962
136	3. Other short-term receivables	07	1,790,753,424	1,794,545,240
140	IV. Inventories	08	63,737,825,695	90,108,730,561
141	1. Inventories		63,737,825,695	90,108,730,561
150	V. Other short-term assets		8,257,668,145	7,545,526,395
151	1. Short-term prepaid expenses	11	161,587,572	189,868,242
152	2. Deductible VAT		8,096,080,573	7,355,658,153
200	B. NON-CURRENT ASSETS		24,293,996,947	26,282,708,772
210	I. Long-term receivables		48,100,000	48,100,000
216	1. Other long-term receivables	07	48,100,000	48,100,000
220	II. Fixed assets		24,085,896,947	26,221,274,772
221	1. Tangible fixed assets	09	4,346,860,947	6,482,238,772
222	- Historical cost		153,399,036,701	151,540,470,780
223	- Accumulated depreciation		(149,052,175,754)	(145,058,232,008)
227	2. Intangible fixed assets	10	19,739,036,000	19,739,036,000
228	- Historical cost		19,889,036,000	19,889,036,000
229	- Accumulated amortization		(150,000,000)	(150,000,000)
260	VI. Other long-term assets		160,000,000	13,334,000
261	1. Long-term prepaid expenses	11	160,000,000	13,334,000
270	TOTAL ASSETS		259,095,145,238	257,955,938,978

STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

(continued)

Code	CAPITAL	Note	31/12/2024 VND	01/01/2024 VND
300	C. LIABILITIES		80,213,663,016	81,006,108,637
310	I. Current liabilities		80,213,663,016	81,006,108,637
311	1. Short-term trade payables	12	11,288,026,015	3,840,054,487
312	2. Short-term advances from customers	13	132,459,047	4,150,389,360
313	3. Taxes and other payables to State budget	14	4,884,330,593	4,864,283,471
314	4. Payables to employees		43,368,348,692	47,140,135,092
315	5. Short-term accrued expenses	15	6,080,904,038	-
319	6. Other short-term payables	16	446,707,824	6,531,265,371
322	7. Bonus and welfare funds		14,012,886,807	14,479,980,856
400	D. OWNER'S EQUITY		178,881,482,222	176,949,830,341
410	I. Owner's equity	17	178,881,482,222	176,949,830,341
411	1. Contributed capital		120,465,900,000	120,465,900,000
411a	Ordinary shares with voting rights		120,465,900,000	120,465,900,000
418	2. Development and investment fund		10,354,556,281	5,233,641,814
421	3. Retained earnings		48,061,025,941	51,250,288,527
421a	Retained earnings accumulated to previous year		461,147,518	41,143,853
421b	Retained earnings of the current year		47,599,878,423	51,209,144,674
440	TOTAL CAPITAL		259,095,145,238	257,955,938,978

Huynh Trung Y
Preparer

Do Ngoc Tham
Accountant in charge



Pham Thi Thu Hong
General Director
Ho Chi Minh City, 22 January 2025

STATEMENT OF INCOME

Year 2024

Code	ITEMS	Note	Year 2024	Year 2023
			VND	VND
01	1. Revenue from sales of goods and rendering of services	19	729,564,394,525	798,230,304,665
02	2. Revenue deductions	20	5,786,230,239	5,426,694,129
10	3. Net revenue from sales of goods and rendering of services		723,778,164,286	792,803,610,536
11	4. Cost of goods sold	21	585,892,347,253	648,656,716,511
20	5. Gross profit from sales of goods and rendering of services		137,885,817,033	144,146,894,025
21	6. Financial income	22	6,750,486,659	8,711,299,758
22	7. Financial expenses	23	792,526,443	481,836,928
23	<i>In which: Interest expense</i>		-	-
25	8. Selling expenses	24	64,396,498,548	67,344,530,716
26	9. General and administrative expenses	25	20,005,646,437	21,723,204,685
30	10. Net profit from operating activities		59,441,632,264	63,308,621,454
31	11. Other income	26	1,581,160,026	2,406,540,349
32	12. Other expenses	27	162,684,217	726,917,427
40	13. Other profit		1,418,475,809	1,679,622,922
50	14. Total net profit before tax		60,860,108,073	64,988,244,376
51	15. Current corporate income tax expense	28	13,260,229,650	13,779,099,702
60	17. Profit after corporate income tax		47,599,878,423	51,209,144,674
70	18. Basic earnings per share		3,073	3,518

Huynh Trung Y
Preparer

Do Ngoc Tham
Accountant in charge

Pham Thi Thu Hong
General Director
Ho Chi Minh City, 22 January 2025

STATEMENT OF CASH FLOWS

Year 2024
(Under direct method)

Code	ITEMS	Note	Year 2024	Year 2023
			VND	VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Proceeds from sales of goods and rendering of services and other revenues		711,827,955,608	823,426,292,342
02	2. Cash paid to suppliers		(489,542,731,299)	(629,477,678,910)
03	3. Cash paid to employees		(128,582,401,226)	(138,076,364,728)
05	4. Corporate income tax paid		(13,725,187,784)	(13,798,379,414)
06	5. Other receipts from operating activities		6,143,774,151	4,198,678,010
07	6. Other payments on operating activities		(34,075,725,953)	(35,083,999,527)
20	<i>Net cash flow from operating activities</i>		<i>52,045,683,497</i>	<i>11,188,547,773</i>
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchase or construction of fixed assets and other long-term assets		(2,418,136,103)	(1,431,920,364)
22	2. Proceeds from disposals of fixed assets and other long-term assets		154,878,957	789,263,300
23	3. Lendings and purchase of debt instruments from other entities		(114,500,000,000)	(117,500,000,000)
24	4. Collection of lendings and resale of debt instrument of other entities		106,000,000,000	134,500,000,000
27	5. Interest and dividend		4,300,580,316	6,909,271,921
30	<i>Net cash flows from investing activities</i>		<i>(6,462,676,830)</i>	<i>23,266,614,857</i>
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
36	1. Dividends and profits paid to owners		(36,139,271,250)	(40,971,614,800)
40	<i>Net cash flow from financing activities</i>		<i>(36,139,271,250)</i>	<i>(40,971,614,800)</i>
50	Net cash flows within the year		9,443,735,417	(6,516,452,170)
60	Cash and cash equivalents at the beginning of the year		55,316,401,129	61,843,491,404
61	Effect of exchange rate fluctuations		1,967,443	(10,638,105)
70	Cash and cash equivalents at the end of the year	03	64,762,103,989	55,316,401,129



Huynh Trung Y
Prepared by

Do Ngoc Tham
Accountant in charge

Pham Thi Thu Hong
General Director
Ho Chi Minh City, 22 January 2025

NOTES TO THE THE FINANCIAL STATEMENTS

Year 2024

1 . GENERAL INFORMATION OF THE COMPANY

Forms of ownership

Safoco Foodstuff Joint Stock Company was converted from Safoco Foodstuff Enterprise under Decision No. 4451/QD/BNN-TCCB dated 09 December 2004 of the Minister of Agriculture and Rural Development on "Conversion of the state-owned enterprise Safoco Foodstuff Enterprise into a joint stock company". The international transaction name is Safoco Foodstuff Joint Stock Company, abbreviated as SAFOCO.

The Company operates under Business Registration Certificate Joint Stock Company No. 0303752249 (converted from No. 4103003305), first registered on 14/04/2005 and 16th re-registered on 27/03/2023 by the Department of Planning and Investment of Ho Chi Minh City.

The Company's head office is located at: 1079 Pham Van Dong, Quarter 1, Linh Tay Ward, Thu Duc City, Ho Chi Minh City.

The Company's charter capital is VND 120,465,900,000, actual contributed capital as at 31 December 2024 is VND 120,465,900,000, equivalent to 12,046,590 shares with the par value of VND 10,000 per share.

The number of employees of the Company as at 31 December 2024 is 579 employees (as at 01 January 2024: 634 employees).

Business field

Manufacturing of food products, trading.

Business activities

Main business activities of the Company are:

- Manufacturing of noodles, vermicelli, rice noodles, tapioca, flat rice noodles and wheat flour;
- Trading in fabrics, garments, cosmetics, jewelry, wallets, shoes, stationery, ceramics, glassware, and household plastics;
- Processing of food products (excluding processing of fresh food at the head office);
- Trading in food products, industrial products, agricultural-aquatic-seafood products, instant beverages, fresh produce, and domestically produced alcohol and cigarettes;
- Hotel services; food and beverage services.;
- Trading in hardware, machinery, electronics, refrigeration, and household appliances;
- Trading in construction materials; leasing workshops;
- Restaurant and food and beverage services (excluding business at the head office).

Corporate structure:

The Company's member entities are as follows:	Address	Main business activities
Hoa Vien Nam Bo Restaurant	Ho Chi Minh City	Food and Beverage Services
Trading Store of Processed Food	Ho Chi Minh City	Sale of industrial products
Noodles & Tapioca Factory - Trading Store of Processed Food	Ho Chi Minh City	Production of noodles & tapioca
Warehouse for Goods Storage and Distribution	Ho Chi Minh City	Warehousing
Trading Store of Processed Food	Ho Chi Minh City	Renting of space
Trading Store of Construction Materials	Ho Chi Minh City	Sale of construction materials
General Trading Store	Ho Chi Minh City	Trading of processed Food
Safoco Foodstuff Joint Stock Company Branch	Ha Noi City	Sale of Company's products

2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 . Accounting period and accounting currency

Annual accounting period commences from 01 January and ends as at 31 December.

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

2.2 . Standards and Applicable Accounting Policies

Applicable Accounting Policies

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

Declaration of compliance with Accounting Standards and Accounting System

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

2.3 . Basis for preparation of the Financial Statements

The the Financial Statements are presented based on historical cost principle.

The the Financial Statements of the Company are prepared based on summarization of transactions incurred, then recorded into accounting books of dependent accounting entities and at the head offices of the Company.

2.4 . Financial instruments

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

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

- Provision for doubtful debts;
- Provision for devaluation of inventory;
- Estimated useful life of fixed assets;
- Estimated allocation of prepaid expenses;
- Estimated corporate income tax.

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are assessed by the Board of General Directors to be reasonable under the circumstances.

2.5 . Financial instruments

Initial recognition

Financial assets

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

Financial liabilities

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

Subsequent measurement after initial recognition

Financial assets and financial liabilities are not revalued according to fair value at the end of the fiscal year because the Circular No.210/2009/TT-BTC and prevailing statutory regulations require to present the Financial Statements and Notes to financial instruments but not provide any relevant instruction for assessment and recognition of fair value of financial assets and financial liabilities.

2.6 . Foreign currency transactions

Foreign currency transactions during the year are translated into Vietnam Dong using the actual rate at transaction date.

Actual exchange rate when revaluating monetary items denominated in foreign currencies at the reporting date of the Financial Statements is determined under the following principles:

- For asset accounts, applying the bid rate of the commercial bank where the Company regularly conducts transaction;
- For cash deposited in bank, applying the bid rate of the commercial bank where the Company opens its foreign currency accounts;
- For liability accounts, applying the offer rate of the commercial bank where the Company regularly conducts transactions.

All exchange differences arising as a result of transactions or revaluation at the balance sheet date shall be recorded into the financial income or expense in the year.



2.7 . Cash and cash equivalents

Cash includes cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 03 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

2.8 . Financial investments

Trading securities are initially recognized at original cost which includes purchase prices plus any directly attributable transaction costs such as brokerage, transaction fee, cost of information provision, taxes, bank's fees and charges. After initial recognition, trading securities are measured at original cost less provision for diminution in value of trading securities. Upon liquidation or transfer, cost of trading securities is determined using first in first out method or weighted average method.

Investments held to maturity comprise term deposits held to maturity to earn profits periodically and other held to maturity investments.

Provision for devaluation of investments is made at the end of the year as follows:

- Investments in trading securities: provision shall be made on the basis of the excess of original cost of the investments recorded in the accounting book over their market value at the provision date.
- Investments held to maturity: provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.

2.9 . Receivables

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

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

2.10 . Inventories

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

35-006
HÁN
TY TN
KIỂM
ASC
P. H

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

The cost of inventory is calculated using weighted average method month.

Inventory is recorded by perpetual method.

Method for valuation of work in process at the end of the year: The value of work in progress is recorded based on actual cost incurred for each unfinished product.

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

2.11 . Fixed assets

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

Subsequent measurement after initial recognition

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

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

Fixed assets are depreciated (amortized) using the straight-line method over their estimated useful life as follows:

- Buildings	05 - 30 years
- Machinery, equipment	05 - 15 years
- Transportation equipment	06 - 08 years
- Office equipment and furniture	03 - 08 years
- Land use rights	Indefinite
- Management software	02 years

2.12 . Operating lease

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

2.13 . Prepaid expenses

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

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

Types of prepaid expenses include:

- Tools and supplies include assets which are possessed by the Company in an ordinary course of business, with historical cost of each asset less than VND 30 million and therefore not eligible for recording as fixed asset under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis from 01 to 02 years
- Other prepaid expenses are recorded at their historical costs and allocated on the straight-line basis from 01 to 02 years.

2.14 . Payables

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

2.15 . Accrued expenses

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

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

2.16 . Owner's equity

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

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

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after the announcement of dividend payment from the Board of Management and announcement of cut-off date for dividend payment of Vietnam Securities Depository and Clearing Corporation.

2.17 . Revenue

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns.

Revenue from sales of goods:

- The majority of risks and benefits associated with the right to own the products or goods have been transferred to the buyer;
- The Company no longer holds the right to manage the goods as the goods owner, or the right to control the goods;



Financial income

Financial incomes include income from assets yielding interest, royalties, dividends and other financial gains by the Company shall be recognised when the two (2) conditions are satisfied:

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

2.18 . Revenue deductions

Revenue deductions from sales of goods and rendering of services arising in the year include: Trade discounts and sales returns.

Trade discounts and sales returns incurred in the same year of sale of goods and rendering of services are recorded as a decrease in revenue in the incurring year. In case goods and services are sold in the previous years, but until the next year they are incurred as deductible items, the Company records the decrease in revenue under the following principles: If it is incurred prior to the issuance of the Financial Statements, it is then recorded as a decrease in revenue on the the Financial Statements of the reporting year (the previous year); and if it is incurred after the issuance of the Financial Statements, it is recorded as a decrease in revenue of incurring year (the next year).

2.19 . Cost of goods sold and services rendered

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, labour cost and fixed manufacturing overheads not allocated to the value of inventory, provision for devaluation of inventory, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the year even when products and goods have not been determined as sold.

2.20 . Financial expenses

Items recorded into financial expenses comprise: losses from sales of foreign currency, exchange loss.

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

2.21 . Corporate income tax

a) Current corporate income tax expense

Current corporate income tax expense is determined based on taxable income during the year and current corporate income tax rate.

b) Current corporate income tax rate

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

2.22 . Earnings per share

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

2.23 . Related Parties

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

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

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

2.24 . Segment information

A segment is a distinguishable component of the Company that is engaged in providing an individual or group of related products or services (business segment), or providing products or services within a particular economic environment (geographical segment). Each segment is subject to risks and returns that are different from other ones.

Segment information should be prepared in conformity with the accounting policies adopted for preparing and presenting the the Financial Statements of the Company in order to help users of the Financial Statements better understand and make more informed judgements about the Company as a whole.

3 . CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	1,761,757,000	2,614,304,600
Demand deposits	35,000,346,989	18,202,096,529
Cash equivalents (*)	28,000,000,000	34,500,000,000
	<u>64,762,103,989</u>	<u>55,316,401,129</u>

(*) As at 31/12/2024, cash equivalents are term deposits from 01 to 03 months with the amount of VND 28.000.000.000 at commercial banks with the interest of 4.3%/year to 4.5%/year.

4 . FINANCIAL INVESTMENTS

a) Held to maturity investments

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Short-term				
Term deposits (*)	55,000,000,000	-	46,500,000,000	-
	<u>55,000,000,000</u>	<u>-</u>	<u>46,500,000,000</u>	<u>-</u>

(*) As at 31/12/2024, Short-term investments are term deposits from 03 to 12 months with the amount of VND 55,000,000,000 at commercial banks with the interest of 5.5%/year.

b) Trading securities

Trading securities are 240 shares of Saigon Bank For Industry and Trade (Saigonbank) with a book value of VND 2,150,000.

5 . SHORT-TERM TRADE RECEIVABLES

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Tonkin Products Limited	-	-	2,505,283,200	-
EB Services Company Limited	3,379,444,214	-	2,517,043,879	-
WINCOMMERCE General Trading Service Joint Stock Company	2,338,293,761	-	2,634,874,814	-
Bach Hoa Xanh Trading Joint Stock Company	2,271,495,252	-	9,183,758,920	-
Saigon Union of Trading Co-operation (Saigon CO.OP)	3,126,126,206	-	4,971,364,433	-
MM Mega Market Viet Nam Company Limited	3,313,675,134	-	2,825,096,881	-
Duong Gia Phat Trading and Service Company Limited	3,427,933,230	-	-	-
Dai Loc Hiep Service Company Limited	4,608,453,582	-	-	-
Other customers	18,681,933,067	-	4,679,965,792	-
	<u>41,147,354,446</u>	<u>-</u>	<u>29,317,387,919</u>	<u>-</u>

6 . SHORT-TERM PREPAYMENTS TO SUPPLIERS

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Tan Hung Phat Fire Protection Company Limited	-	-	540,828,480	-
Son Phat Construction Trading Service and Technology Company Limited	82,575,200	-	-	-
Other to suppliers	20,717,392	-	547,660,482	-
	103,292,592	-	1,088,488,962	-

7 . OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Short-term				
Receivables from interest of deposits	1,090,753,424	-	1,084,168,492	-
Receivables from funds for support and charity	700,000,000	-	700,000,000	-
Other receivables	-	-	10,376,748	-
	1,790,753,424	-	1,794,545,240	-
b) Long-term				
Deposits	48,100,000	-	48,100,000	-
	48,100,000	-	48,100,000	-

8 . INVENTORIES

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	11,694,115,286	-	10,119,303,214	-
Tools, supplies	527,830,681	-	533,434,509	-
Finished goods	50,589,670,746	-	79,165,824,233	-
Goods	926,208,982	-	290,168,605	-
	63,737,825,695	-	90,108,730,561	-

Safoco Foodstuff Joint Stock Company

1079 Pham Van Dong, Quarter 1, Linh Tay Ward, Thu Duc City, Ho Chi Minh City

Financial Statements

For the fiscal year ended as at 31/12/2024

9 . TANGIBLE FIXED ASSETS

	Buildings, structures	Machinery, equipment	Transportation equipment	Management equipment	Total
	VND	VND	VND	VND	VND
Historical cost					
Beginning balance	81,533,901,533	59,782,777,476	9,473,035,614	750,756,157	151,540,470,780
- Purchase in the year	-	1,391,968,721	-	238,177,918	1,630,146,639
- Completed construction investmen	787,989,464	-	-	-	787,989,464
- Liquidation, disposal	-	-	(559,570,182)	-	(559,570,182)
Ending balance	82,321,890,997	61,174,746,197	8,913,465,432	988,934,075	153,399,036,701
Accumulated depreciation					
Beginning balance	80,831,095,178	55,895,185,893	7,581,194,780	750,756,157	145,058,232,008
- Depreciation in the year	806,558,301	2,741,695,724	948,361,844	56,898,059	4,553,513,928
- Liquidation, disposal	-	-	(559,570,182)	-	(559,570,182)
Ending balance	81,637,653,479	58,636,881,617	7,969,986,442	807,654,216	149,052,175,754
Carrying amount					
Beginning balance	702,806,355	3,887,591,583	1,891,840,834	-	6,482,238,772
Ending balance	684,237,518	2,537,864,580	943,478,990	181,279,859	4,346,860,947

- Cost of fully depreciated tangible fixed assets but still in use: VND 137,607,923,845.



10 . INTANGIBLE FIXED ASSETS

	Land use rights	Computer software	Total
	VND	VND	VND
Historical cost			
Beginning balance	19,739,036,000	150,000,000	19,889,036,000
Ending balance	19,739,036,000	150,000,000	19,889,036,000
Accumulated amortization			
Beginning balance	-	150,000,000	150,000,000
Ending balance	-	150,000,000	150,000,000
Carrying amount			
Beginning balance	19,739,036,000	-	19,739,036,000
Ending balance	19,739,036,000	-	19,739,036,000

- Cost of fully depreciated tangible fixed assets but still in use: VND 150,000,000;

(*) Long-term land use rights at the Phap Van - Tu Hiep Urban Area, Hoang Liet Ward, Hoang Mai District, Hanoi City.

11 . PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	VND
a) Short-term		
Insurance premiums	155,070,817	177,416,922
Others	6,516,755	12,451,320
	161,587,572	189,868,242
b) Long-term		
Vehicle monitoring equipment	-	13,334,000
Prepaid expenses of groundwater exploitation	160,000,000	-
	160,000,000	13,334,000

Safoco Foodstuff Joint Stock Company1079 Pham Van Dong, Quarter 1, Linh Tay Ward, Thu Duc City,
Ho Chi Minh City**Financial Statements**

for the fiscal year ended as at 31/12/2024

12 . SHORT-TERM TRADE PAYABLES

	31/12/2024		01/01/2024	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
Interflour Vietnam Company Limited	2,379,963,600	2,379,963,600	728,883,900	728,883,900
Uni-President Vietnam Co., Ltd.	3,051,509,760	3,051,509,760	978,048,000	978,048,000
Nam Long Paper Packaging Production - Trading Company Limited	1,742,517,360	1,742,517,360	-	-
Dai Cat Tuong Chemical Company Limited	579,312,000	579,312,000	-	-
Sumimoto Technology Construction Joint Stock Company	921,307,000	921,307,000	692,700,000	692,700,000
Other suppliers	2,613,416,295	2,613,416,295	1,440,422,587	1,440,422,587
	11,288,026,015	11,288,026,015	3,840,054,487	3,840,054,487

13 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS

	31/12/2024	01/01/2024
	VND	VND
Tonkin	43,987,200	-
Hua San Wan FoodMart, INC.	-	787,127,256
AH USA Group	-	2,697,937,905
Others	88,471,847	665,324,199
	132,459,047	4,150,389,360

Safoco Foodstuff Joint Stock Company

1079 Pham Van Dong, Quarter 1, Linh Tay Ward, Thu Duc City, Ho Chi Minh City

Financial Statements

For the fiscal year ended as at 31/12/2024

14 . TAXES AND OTHER PAYABLES TO THE STATE BUDGET

	Tax receivable at the beginning of the year	Tax payables at the beginning of the year	Payables in the year	Actual payment in the year	Tax receivable at the end of the year	Tax payable at the end of the year
	VND	VND	VND	VND	VND	VND
Value added tax	-	652,874,766	2,881,970,461	2,817,719,888	-	717,125,339
Corporate income tax	-	3,549,219,908	13,260,229,650	13,725,187,784	-	3,084,261,774
Personal income tax	-	658,976,797	3,522,041,924	3,100,987,241	-	1,080,031,480
Natural resource tax	-	2,912,000	34,944,000	34,944,000	-	2,912,000
Land tax and land rental	-	-	9,431,546,359	9,431,546,359	-	-
Other taxes	-	-	57,434,119	57,434,119	-	-
Fees, charges and other payables	-	300,000	37,960,000	38,260,000	-	-
	-	4,864,283,471	29,226,126,513	29,206,079,391	-	4,884,330,593

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

15 . SHORT-TERM ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
Accrued expenses of discount costs to support agents	6,004,464,038	-
Accrued expenses factory floor painting	76,440,000	-
	6,080,904,038	-

16 . OTHER SHORT-TERM PAYABLES

	31/12/2024	01/01/2024
	VND	VND
a1) Details by content		
- Short-term deposits, collateral received	136,000,000	184,000,000
- Dividends or profits payable	3,670,610	3,171,860
- Payable for sales support and discounts	-	6,098,272,667
- Others payables	307,037,214	245,820,844
	<u>446,707,824</u>	<u>6,531,265,371</u>
a2) Details by object		
- MM Mega Market Viet Nam Company Limited	-	801,064,231
- Saigon Union of Trading Co-operation (Saigon CO.OP)	-	1,141,466,219
- EB Services Company Limited	-	671,563,682
- WINCOMMERCE General Trading Service JSC	-	596,791,249
- Others payables	446,707,824	3,320,379,990
	<u>446,707,824</u>	<u>6,531,265,371</u>

17 . OWNER'S EQUITY

a) Changes in owner's equity

	Contributed capital	Development and investment fund	Retained earnings	Total
	VND	VND	VND	VND
As at 01/01/2023	120,465,900,000	63,359,932	55,583,397,700	176,112,657,632
Profit for the previous year	-	-	51,209,144,674	51,209,144,674
Distribute profit	-	5,170,281,882	(5,170,281,882)	-
Bonus and welfare funds, Executive Board bonus	-	-	(8,913,565,965)	(8,913,565,965)
Charity activities	-	-	(500,000,000)	(500,000,000)
Dividends from profit 2022	-	-	(40,958,406,000)	(40,958,406,000)
As at 31/12/2023	<u>120,465,900,000</u>	<u>5,233,641,814</u>	<u>51,250,288,527</u>	<u>176,949,830,341</u>

	Contributed capital	Development and investment fund	Retained earnings	Total
	VND	VND	VND	VND
As at 01/01/2024	120,465,960,000	5,233,641,814	51,250,288,527	176,949,830,341
Profit of the current year	-	-	47,599,878,423	47,599,878,423
Profit distribution	-	5,120,914,467	(5,120,914,467)	-
Bonus and welfare funds, Executive Board bonus (*)	-	-	(8,828,456,542)	(8,828,456,542)
Dividends from profit 2023 (*)	-	-	(36,139,770,000)	(36,139,770,000)
Charity activities (*)	-	-	(700,000,000)	(700,000,000)
As at 31/12/2024	120,465,900,000	10,354,556,281	48,061,025,941	178,881,482,222

(*) According to the Resolution No 01/NQ-SAF/DHCD dated 10 April 2024 issued by the General Meeting of shareholders, the Company announced the profit distribution for 2023 as follows:

	Rate (%)	Amount VND
Profit after tax	100	51,250,288,527
<i>Profit after corporate income tax of 2023</i>		51,209,144,674
<i>Remaining profit after corporate income tax of previous years</i>		41,143,853
Development and investment fund	10.00	5,120,914,467
Charity activities	1.37	700,000,000
Bonus and welfare fund and Executive Board bonus	17.24	8,828,456,542
Paid dividends (30% of charter capital)	70.52	36,139,770,000
Retained earnings	0.87	461,147,518

According to the Resolution No. 10/NQ-SAF/HDQT dated 17 December 2024 of the Board of Management, the Company will pay an interim cash dividend for 2024 at a rate of 30% (1 share receives VND 3,000); the last registration date is 07/01/2025 and the payment date is 16/01/2025.

b) Details of contributed capital

	Rate (%)	31/12/2024 VND	Rate (%)	01/01/2024 VND
Southern Food Corporation - Joint Stock Company	51.30	61,799,430,000	51.30	61,799,430,000
Saigon - Hanoi Securities Joint Stock Company	0.02	30,000,000	16.64	20,050,000,000
Viet Value Investment Management Company Limited	11.77	14,178,480,000	-	-
Ms. Pham Thi Thu Hong	14.09	16,972,620,000	14.09	16,972,620,000
Others	22.82	27,485,370,000	17.97	21,643,850,000
	100	120,465,900,000	100	120,465,900,000

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

	Year 2024 VND	Year 2023 VND
Owner's contributed capital		
- At the beginning of the year	120,465,900,000	120,465,900,000
- At the end of the year	<u>120,465,900,000</u>	<u>120,465,900,000</u>
Distributed dividends and profit		
- Dividend payable at the beginning of the year	3,171,860	16,380,660
- Dividend payable in the year	36,139,770,000	40,958,406,000
+ Dividend payable from last year's profit	36,139,770,000	40,958,406,000
- Dividend paid in cash in the year	(36,139,271,250)	(40,971,614,800)
+ Dividend payable from last year's profit	(36,139,271,250)	(40,971,614,800)
- Dividend payable at the end of the year	<u>3,670,610</u>	<u>3,171,860</u>

d) Share

	31/12/2024	01/01/2024
Quantity of authorized issuing shares	12,046,590	12,046,590
Quantity of issued shares		
- Common shares	12,046,590	12,046,590
Quantity of circulation shares		
- Common shares	12,046,590	12,046,590
Par value per share (10,000VND)		

e) Company's reserves

	31/12/2024 VND	01/01/2024 VND
Development and investment fund	10,354,556,281	5,233,641,814
	<u>10,354,556,281</u>	<u>5,233,641,814</u>

18 . OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT

a) Operating asset for leasing

The Company signs land lease contracts in Ho Chi Minh City. According to these contracts, the Company must pay annual land rent according to current regulations of the State, specifically as follows:

No.	Location of plots	Acreage	Land use purpose
1.	1079 Pham Van Dong, Quarter 1, Linh Tay Ward, Thu Duc City, Ho Chi Minh City	21,937.5 m ²	Making factory and warehouse
2.	482 Cach Mang Thang 8 Street, Ward 04, Tan Binh District, Ho Chi Minh City	76 m ²	Business store
3.	No. 49/1 Hoa Binh Street, Phu Trung Ward, Tan Phu District, Ho Chi Minh City	1,514.9 m ²	wedding restaurant
4.	No. 1614 Vo Van Kiet, Ward 7, District 6, Ho Chi Minh City	8,982.4 m ²	Warehouse
5.	No. 210 Ba Hat, Ward 9, District 10, Ho Chi Minh City	57.9 m ²	Business store
6.	No. 198-200 Ly Thuong Kiet, Ward 14, District 10, Ho Chi Minh City (*)	108.2 m ²	Business store

(*) The term of the lease is until 01/01/2046.

As at 31/12/2024, total future minimum lease payables under non-cancellable operating lease contracts are presented as follows:

	31/12/2024	01/01/2024
	VND	VND
- Under 1 year	11,282,871,400	7,002,172,082
- From 1 year to 5 years	685,555,200	4,245,118,269
- Over 5 years	2,742,220,800	-

b) Foreign currencies

	31/12/2024	01/01/2024
US Dollar (USD)	727.10	560,229.84

19 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	Year 2024	Year 2023
	VND	VND
Revenue from sales of finished products	710,841,917,190	688,659,049,835
Revenue from sales of goods	18,673,165,335	109,516,113,830
Revenue from rendering of services	49,312,000	55,141,000
	729,564,394,525	798,230,304,665
In which: Revenue from related parties (Details as in Note No. 34)	145,074,260	73,145,480

20 . REVENUE DEDUCTIONS

	Year 2024	Year 2023
	VND	VND
Trade discounts	5,023,973,926	4,820,508,303
Sales returns	762,256,313	606,185,826
	<u>5,786,230,239</u>	<u>5,426,694,129</u>

21 . COST OF GOODS SOLD

	Year 2024	Year 2023
	VND	VND
Cost of finished goods sold	572,813,778,869	545,797,734,966
Cost of goods sold	13,029,256,384	102,803,840,545
Cost of services rendered	49,312,000	55,141,000
	<u>585,892,347,253</u>	<u>648,656,716,511</u>

In which: Purchase from related parties

Total purchase value: <i>(Details as in Note No. 34)</i>	<u>13,055,546,944</u>	<u>17,432,294,444</u>
---	-----------------------	-----------------------

22 . FINANCE INCOME

	Year 2024	Year 2023
	VND	VND
Interest income	4,307,165,248	6,663,782,880
Gain on exchange difference in the year	2,426,536,466	2,047,516,878
Gain on exchange difference at the year - end	16,784,945	-
	<u>6,750,486,659</u>	<u>8,711,299,758</u>

23 . FINANCIAL EXPENSES

	Year 2024	Year 2023
	VND	VND
Loss on exchange difference in the year	792,526,443	467,725,723
Loss on exchange difference at the year - end	-	14,111,205
	<u>792,526,443</u>	<u>481,836,928</u>

24 . SELLING EXPENSES

	Year 2024	Year 2023
	VND	VND
Raw materials	1,616,863,592	1,605,702,637
Labour expenses	14,079,807,136	18,566,194,379
Depreciation expenses	982,258,453	793,699,696
Expenses of outsourcing services	28,019,708,159	26,672,653,888
Other expenses in cash	19,697,861,208	19,706,280,116
	<u>64,396,498,548</u>	<u>67,344,530,716</u>

25 . GENERAL AND ADMINISTRATIVE EXPENSES

	Year 2024	Year 2023
	VND	VND
Raw materials	361,784,472	378,648,777
Labour expenses	16,092,302,208	17,260,560,979
Depreciation expenses	269,847,406	414,196,248
Expenses of outsourcing services	1,144,393,904	1,070,758,377
Other expenses in cash	2,137,318,447	2,599,040,304
	<u>20,005,646,437</u>	<u>21,723,204,685</u>

26 . OTHER INCOME

	Year 2024	Year 2023
	VND	VND
Gain from liquidation, disposal of fixed assets	154,878,957	789,263,300
Rental income	969,090,913	1,265,454,552
Income from selling rice paper and pasta waste; liquidation of tools	382,700,545	280,980,545
Surplus materials in inventory	74,489,611	70,136,280
Others	-	705,672
	<u>1,581,160,026</u>	<u>2,406,540,349</u>

27 . OTHER EXPENSES

	Year 2024	Year 2023
	VND	VND
Raw materials missing from inventory; packaging export	63,919,146	666,755,905
Penalties	98,765,071	60,161,522
	<u>162,684,217</u>	<u>726,917,427</u>

28 . CURRENT CORPORATE INCOME TAX EXPENSE

	Year 2024	Year 2023
	VND	VND
Total profit before tax	60,860,108,073	64,988,244,376
Increase	3,381,354,249	2,556,972,975
- Non-executive board remuneration	495,000,000	504,000,000
- Unrealised exchange loss	-	14,111,205
- Ineligible expenses	2,886,354,249	2,038,861,770
Decrease	-	-
Taxable income	64,241,462,322	67,545,217,351
Adjustment of tax expense from previous years to current year	411,937,186	270,056,232
Current corporate income tax expense (tax rate 20%)	13,260,229,650	13,779,099,702
Tax payable at the beginning of the year	3,549,219,908	3,568,499,620
Tax paid in the year	(13,725,187,784)	(13,798,379,414)
Corporate income tax payable at the end of the year	3,084,261,774	3,549,219,908

29 . BASIC EARNINGS PER SHARE

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

	Year 2024	Year 2023
	VND	VND
Profit after tax	47,599,878,423	51,209,144,674
Adjustment	(10,586,212,961)	(8,828,456,542)
- Bonus and welfare funds and bonus to the Executive Board	(10,586,212,961)	(8,828,456,542)
Profit distributed for common shares	37,013,665,462	42,380,688,132
Average circulated common shares in the year	12,046,590	12,046,590
Basic earnings per share	3,073	3,518

The Company plans to allocate the Bonus and Welfare Funds and the Executive Board Bonus Fund at 22.24% of the Profit after Tax at the time of preparing the the Financial Statements for the fiscal year ending as at 31 December 2024. This allocation rate is equal to the allocation rate approved by shareholders according to the Resolution of the General Meeting of Shareholders No. 01/NQ-SAF/DHCD dated 10 April 2024 on approving the 2024 production and business plan.

As at 31 December 2024, the Company does not have shares with dilutive potential for earnings per share.

30 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2024	Year 2023
	VND	VND
Raw materials	422,261,216,323	440,232,670,595
Labour expenses	134,872,395,813	148,420,831,830
Depreciation expenses	4,553,513,928	7,211,409,052
Expenses of outsourcing services	42,669,707,033	42,725,517,340
Other expenses in cash	24,282,937,270	31,289,368,686
	<u>628,639,770,367</u>	<u>669,879,797,503</u>

31 . FINANCIAL INSTRUMENTS

Financial risk management

Financial risks that the Company may face risks including: market risk, credit risk and liquidity risk.

The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Management of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

Market risk

The Company may face with the market risk such as: changes in prices, exchange rates and interest rates.

Price risk:

The Company bears price risk of equity instruments from short-term investments in securities due to the uncertainty of future prices of the securities.

	Under 1 year	From 1 to 5 years	Over 5 years	Total
	VND	VND	VND	VND
As at 31/12/2024				
Short-term investments	2,150,000	-	-	2,150,000
	<u>2,150,000</u>	<u>-</u>	<u>-</u>	<u>2,150,000</u>
As at 01/01/2024				
Short-term investments	2,150,000	-	-	2,150,000
	<u>2,150,000</u>	<u>-</u>	<u>-</u>	<u>2,150,000</u>

Exchange rate risk:

The Company bears the risk of interest rates due to the transaction made in a foreign currency other than VND such as: borrowings and debts, revenue, cost, importing materials, good, machinery and equipment...

Interest rate risk:

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

Credit risk

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

	Under 1 year	From 1 to 5 years	Over 5 years	Total
	VND	VND	VND	VND
As at 31/12/2024				
Cash and cash equivalents	63,000,346,989	-	-	63,000,346,989
Trade and other receivables	42,938,107,870	48,100,000	-	42,986,207,870
Lendings	55,000,000,000	-	-	55,000,000,000
	160,938,454,859	48,100,000	-	160,986,554,859
As at 01/01/2024				
Cash and cash equivalents	52,702,096,529	-	-	52,702,096,529
Trade and other receivables	31,111,933,159	48,100,000	-	31,160,033,159
Lendings	46,500,000,000	-	-	46,500,000,000
	130,314,029,688	48,100,000	-	130,362,129,688

Liquidity Risk

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

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

	Under 1 year	From 1 to 5 years	Over 5 years	Total
	VND	VND	VND	VND
As at 31/12/2024				
Trade and other payables	11,734,733,839	-	-	11,734,733,839
Accrued expenses	6,080,904,038	-	-	6,080,904,038
	<u>17,815,637,877</u>	<u>-</u>	<u>-</u>	<u>17,815,637,877</u>
As at 01/01/2024				
Trade and other payables	10,371,319,858	-	-	10,371,319,858
	<u>10,371,319,858</u>	<u>-</u>	<u>-</u>	<u>10,371,319,858</u>

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

32 . SUBSEQUENT EVENTS AFTER THE FISCAL YEAR

There have been no significant events occurring after the fiscal year, which would require adjustments or disclosures to be made in the the Financial Statements.

33 . SEGMENT REPORTING

Under business fields

	Manufacture	Trading	Others	Total from all segments	Elimination	Grand total
	VND	VND	VND	VND	VND	VND
Net revenue from sales to external customers	705,055,686,951	18,673,165,335	49,312,000	723,778,164,286	-	723,778,164,286
Profit from business activities	132,241,908,082	5,643,908,951	-	137,885,817,033	-	137,885,817,033
The total cost of acquisition of fixed assets	2,418,136,103	-	-	2,418,136,103	-	2,418,136,103
Segment assets	108,409,124,698	20,713,344,982	-	129,122,469,680	-	129,122,469,680
Unallocated assets	-	-	-	129,972,675,558	-	129,972,675,558
Total assets	108,409,124,698	20,713,344,982	-	259,095,145,238	-	259,095,145,238
Segment liabilities	11,027,183,612	704,009,274	-	11,731,192,886	-	11,731,192,886
Unallocated liabilities	-	-	-	68,482,470,130	-	68,482,470,130
Total liabilities	11,027,183,612	704,009,274	-	80,213,663,016	-	80,213,663,016

Under geographical areas

	Export	Domestic	Total from all segments	Elimination	Grand total
	VND	VND	VND	VND	VND
Net revenue from sales to external customers	254,226,540,266	469,551,624,020	723,778,164,286	-	723,778,164,286
Segment assets	6,556,399,676	252,538,745,562	259,095,145,238	-	259,095,145,238
The total cost of acquisition of fixed assets	-	2,418,136,103	2,418,136,103	-	2,418,136,103

34 . TRANSACTION AND BALANCES WITH RELATED PARTIES

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

Related parties	Relation
Southern Food Corporation - Joint Stock Company	Parent company
Ho Chi Minh City Food Joint Stock Company	Related party of the Parent Company
Ben Tre Food Company	Related party of the Parent Company
Tra Vinh Food Company	Related party of the Parent Company
Tien Giang Food Company	Related party of the Parent Company
Mechanical Construction and Food Joint Stock Company	Related party of the Parent Company
Colusa-Milliket Food Company Joint Stock Company	Related party of the Parent Company

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

	Year 2024	Year 2023
	VND	VND
Revenue from sales of goods and rendering of service	145,074,260	73,145,480
Ho Chi Minh City Food Joint Stock Company	56,023,860	73,145,480
Southern Food Corporation - Joint Stock Company	66,010,400	-
Colusa-Milliket Food Joint Stock Company	23,040,000	-
Purchase of raw materials, goods and services	13,055,546,944	17,432,294,444
Ben Tre Food Company	12,593,312,500	12,598,000,000
Tra Vinh Food Company	-	4,798,600,000
Mechanical Construction and Food Joint Stock Company	40,890,000	32,500,000
Tien Giang Food Company	3,194,444	3,194,444
Colusa-Milliket Food Joint Stock Company	418,150,000	-
Dividends	18,539,829,000	21,011,806,200
Southern Food Corporation - Joint Stock Company	18,539,829,000	21,011,806,200

Transactions with other related parties:

	Position	Year 2024	Year 2023
		VND	VND
Salaries and remuneration of key managers		6,914,727,681	6,403,210,864
Mr. Ngo Si Tuan Phuong	Chairman of BOD from 10/04/2024	641,251,360	-
Mr. Nguyen Van Hien	Chairman of BOD until 10/04/2024	30,000,000	120,000,000
Mr. Luu Nguyen Chi Nhan	Member of BOD	108,000,000	108,000,000
Mr. Nguyen Quang Tam	Member of BOD from 10/04/2024	81,000,000	-
Ms. Pham Thi Thu Hong	General Director/Member of BOD	2,612,498,461	2,365,494,394
Mr. Nguyen Minh Cong Khoa	Vice General Director/Member of BOD	825,582,660	897,142,450
Mr. Nguyen Tri Nghia	Vice General Director/Member of BOD	664,293,470	814,841,550
Mr. Tran Hoang Thao	Vice General Director	512,057,680	581,143,000
Mr. Nguyen Truong Nguyen	Head of Supervisory Board	600,239,500	664,713,030
Ms. Pham Lien Huong	Members of the Board of Supervision	90,000,000	67,500,000
Mr. Nguyen Vuong Quoc	Members of the Board of Supervision	90,000,000	67,500,000
Mr. Tran Hoang Ngan	Member of BOS until 07/04/2023	-	22,500,000
Ms. Nguyen Thi Thu Huyen	Member of BOS until 07/04/2023	-	22,500,000
Ms. Do Thi Tham	Accountant in Charge (Appointed 20/07/2024)	473,667,970	-
Ms. Nguyen Thi Nga	Chief Accountant (Resigned on 20/07/2024)	186,136,580	671,876,440

	Year 2024	Year 2023
	VND	VND
Bonus and other benefits	1,355,550,000	1,210,900,000
Bonus for General Director	445,640,000	385,574,000
Bonus for other key members	909,910,000	825,326,000

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

35 . COMPARATIVE FIGURES

The corresponding figures are those taken from the accounts for the fiscal year ended as at 31 December 2023, which was audited by AASC Auditing Firm Company Limited.



Huynh Trung Y
 Preparer



Do Ngoc Tham
 Accountant in charge



Pham Thi Thu Hong
 General Director
 Ho Chi Minh City, 22 January 2025

