

**PERIODIC INFORMATION DISCLOSURE OF FINANCIAL REPORTS**

To: Hanoi Stock Exchange

According to Clause 3, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance, guiding the disclosure of information on the securities market, Thong Nhat Flat Steel Joint Stock Company discloses the financial report (BCTC) for or the Year 2024 to the Hanoi Stock Exchange as follows:

1. Organization name:

- Stock code: TNS
- Address: Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria-Vung Tau Province
- Contact phone number/Tel: 02543.923.636/7/8. Fax: 02543.923.889
- Email: [tnsteel@tnsteel.vn](mailto:tnsteel@tnsteel.vn) Website: [tnsteel.vn](http://tnsteel.vn)

2. Information disclosure content:

- Financial report for the Year 2024
  - ☒ Separate financial report (TCNY without subsidiaries and superior accounting units with subordinate units);
  - ☐ Consolidated financial report (TCNY with subsidiaries);
  - ☐ Aggregate financial report (TCNY with subordinate accounting units organizing separate accounting apparatus).

- Cases requiring an explanation of the reasons:

+ The audit organization issues an opinion other than an unqualified opinion on the financial report (for reviewed/audited financial reports .....):

- ☒ Yes ☐ No

Explanation document in case of a tick "Yes":

- ☒ Yes ☐ No

+ Profit after tax in the reporting period has a difference of 5% or more before and after the audit, changes from loss to profit or vice versa (for audited financial reports in 2024:):

- ☐ Yes ☒ No

Explanation document in case of a tick "Yes":

- ☐ Yes ☐ No



+ Profit after corporate income tax in the income statement of the reporting period changes by 10% or more compared to the same period last year:

☒ Yes

☐ No

Explanation document in case of a tick "Yes":

☒ Yes

☐ No

+ Profit after tax in the reporting period is a loss, changes from profit in the same period last year to a loss in this period or vice versa:

☐ Yes

☒ No

Explanation document in case of a tick "Yes":

☐ Yes

☐ No

This information has been published on the company's website on: 19/02/2025 at the link: <https://tnsteel.vn/shareholder.php?cid=3> (tin cổ đông/báo cáo tài chính)

**Attached documents:**

- Financial Statements 2024
- explanation of audit opinion except for 2024 financial statements
- explanation of data adjustment at the beginning of 2024
- Document explaining the difference in profit after tax of 10%

Organization representative <sup>TH</sup>  
Legal representative/Authorized Information Disclosure  
Person  
General Director



Tô Ngọc Huy





No: 15 /TNS-TCKT  
Re: explanation of audit  
opinion except for 2024  
financial statements

*Phu My, February 19, 2025*

To: HANOI STOCK EXCHANGE

- According to Circular 96/2020/TT-BTC dated November 16, 2020, on guidance on information disclosure on the stock market.
- According to Circular: 68/2024/TT-BTC dated September 18, 2024, amending and supplementing several articles of the circulars regulating securities transactions on the securities trading system; clearing and settlement of securities transactions; activities of securities companies and information disclosure on the stock market.
- Based on the 2024 Financial Statement of Thong Nhat Flat Steel Joint Stock Company (TNS) audited by AASC Auditing Company Limited.

TNS would like to explain the auditor's exception regarding the guarantee interest expense of Vietnam Steel Corporation - JSC (VNS), the late payment interest expense of Phu My Flat Steel Company Limited (PFS), and the overdue payables as of December 31, 2024:

- Due to the difficult financial situation, TNS has worked with VNS and PFS on the debt repayment plan and has not calculated interest on the outstanding debt in the financial statements for 2016, 2017, 2018, 2019, 2020, 2021, 2022, and 2023.
- Regarding the loans due for payment before December 31, 2024: due to TNS's still very difficult financial situation, TNS has repeatedly sent official dispatches to units to defer debt, reduce interest rates, and extend the repayment period. TNS is still trying to maintain the scheduled debt repayment.

- Other issues:

In the audited financial statements for 2024, AASC Auditing Company Limited gave an exception opinion on the following issues:

1. The Company has not recorded the interest expense payable to Vietnam Steel Corporation - JSC and the late interest expense with Phu My Flat Steel Company Limited - Vnsteel.

2. Signs of the financial situation as of December 31, 2024, show the existence of a material uncertainty leading to significant doubt about the Company's ability to continue operating.

The other issues mentioned above, TNS has explained in previous reports because these are issues that the auditor only mentioned again.

The above is TNS's explanation of the audited financial statements for 2024.

Best regards ./.



**Recipients:**

- Hanoi Stock Exchange;
- Archive: VT, TCKT.

**GENERAL DIRECTOR**  
(Signature, Seal)  
  
**Tô Ngọc Huy**





No: *16* /TNS-TCKT  
Re: explanation of data adjustment  
at the beginning of 2024

*Phu My, February 19, 2025*

**To: HANOI STOCK EXCHANGE**

- According to Circular 96/2020/TT-BTC dated November 16, 2020, on guidance on information disclosure on the stock market.
- According to Circular: 68/2024/TT-BTC dated September 18, 2024, amending and supplementing several articles of the circulars regulating securities transactions on the securities trading system; clearing and settlement of securities transactions; activities of securities companies and information disclosure on the stock market.
- Based on the 2024 Financial Statement of Thong Nhat Flat Steel Joint Stock Company (TNS) audited by AASC Auditing Company Limited.

Thong Nhat Flat Steel Joint Stock Company (TNS) would like to explain the adjustment of data at the beginning of 2024 on the balance sheet as follows:

- The Board of Directors of the Company has decided to retroactively adjust several items on the Financial Statement for the fiscal year ending December 31, 2023, based on the Decision on administrative sanctions for tax violations dated September 24, 2024, of the Tax Department of Ba Ria - Vung Tau province. Accordingly, several items on the Financial Statement for 2023 are specifically adjusted as follows:

Item	Code	Data on the previous year's Financial Statement	Re-adjusted data	Difference	Note
		VND	VND	VND	
Balance sheet					
Taxes and other payables to the State budget	313	83.332.681	1.531.685.186	1.448.352.505	
Retained earnings	421	(169.943.621.279)	(171.391.973.784)	(1.448.352.505)	

The above is TNS's explanation of data adjustment at the beginning of 2024.

Best regards ./.

**Recipients:**

- Hanoi Stock Exchange;
- Archive: VT, TCKT.

**GENERAL DIRECTOR**  
(Signature, Seal) 

**Tô Ngọc Huy**

**THONG NHAT FLAT STEEL  
JOINT STOCK COMPANY**

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence - Freedom - Happiness**

No: 17/TNS-TCKT  
Re: Explanation of audited profit  
after tax in 2024 business results  
report, the difference of more than  
10% compared to the same period  
in 2023

*Phu My, February 19, 2025*

**To: HANOI STOCK EXCHANGE**

- According to Circular 96/2020/TT-BTC dated November 16, 2020, on guidance on information disclosure on the stock market.
- According to Circular: 68/2024/TT-BTC dated September 18, 2024, amending and supplementing several articles of the circulars regulating securities transactions on the securities trading system; clearing and settlement of securities transactions; activities of securities companies and information disclosure on the stock market
- Based on the 2024 Financial Statement of Thong Nhat Flat Steel Joint Stock Company (TNS) audited by AASC Auditing Company Limited.

Thong Nhat Flat Steel Joint Stock Company (TNS) would like to explain that the profit after tax and business results in 2024 differ by more than 10% compared to 2023 as follows:

- Although the steel market in 2024 still faces many difficulties and unpredictable developments from geopolitical competition, with efforts to find customers and sources of goods at reasonable prices, production output increased by 84.5%, and consumption output increased by 81.6%, at the same time, the company implemented solutions to reduce costs and improve business efficiency, helping gross profit increase by 51,5 billion, equivalent to an increase of 268,7% over the same period last year.
- In addition, interest expenses in 2024 were reduced because the company achieved the payment level as committed to Vietcredit, VNS, and PFS.

With the above main reasons, TNS's 2024 profit after tax will increase by more than 10% compared to the same period in 2023.

Best regards ./.

**Recipients:**

- Hanoi Stock Exchange;
- Archive: VT, TCKT.

**GENERAL DIRECTOR**  
(Signature, Seal)  
  
**Pô Ngọc Huy**

# **FINANCIAL STATEMENTS**

## **THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

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





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## **REPORT OF THE BOARD OF MANAGEMENT**

The Board of Management of Thong Nhat Flat Steel 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**

Thong Nhat Flat Steel Joint Stock Company was established and operates under the Business Registration Certificate for a joint stock company No. 3500820408, initially issued by the Department of Planning and Investment of Ba Ria - Vung Tau Province on September 20, 2007, and most recently amended for the 8th time on April 14, 2023.

The Company's head office is located at: Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria - Vung Tau Province, Vietnam.

### **BOARD OF DIRECTOR, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION**

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

Mr. Tran Ngoc Tuan	Chairman
Mr. Nguyen Huu Kinh Luan	Member
Mr. Le Viet	Member
Mrs. Tran Thanh Huong	Member
Mr. Lai Van Quyen	Member
Mr. To Ngoc Huy	Member

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

Mr. To Ngoc Huy	General Director
Mr. Bui Vinh Hao	Vice General Director

Members of the Board of Supervision are:

Mrs. Le Thuy Trinh	Head	
Mrs. Nguyen Thi Hong May	Member	
Mr. Nguyen Duy Dung	Member	Appointed on April 05, 2024
Mr. Trieu Anh Vu	Member	Resigned on April 05, 2024

### **LEGAL REPRESENTATIVE**

The legal representative of the Company during the year and until the preparation of this Financial statements is Mr. To Ngoc Huy – General Director.

### **AUDITORS**

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

### **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 year. In preparing those Financial statements, The Board of Management is required to:

## **THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria - Vung Tau Province, Vietnam

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

The Board of Management is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at anytime 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, confirm that the Financial statements give a true and fair view of the financial position at 31 December 2024, its operation results and cash flows in the year 2024 of Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Financial statements.

### **Other commitments**

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

On behalf of the Board of Management



**To Ngoc Huy**  
**General Director**

*Ba Ria - Vung Tau, 22 January 2025*



## INDEPENDENT AUDITOR'S REPORT

**To: Shareholders, Board of Director and Board of Management  
Thong Nhat Flat Steel Joint Stock Company**

We have audited the accompanying Financial statements of Thong Nhat Flat Steel Joint Stock Company prepared on 22 January 2025 from page 06 to page 35, including: Statement of Financial Position as at 31 December 2024, Statement of Income, Statement of Cash flows and Notes to Financial Statements for the fiscal year ended 31 December 2024.

### **Board of Management' Responsibility**

The Board of Management is responsible for the preparation and presentation of Financial statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese 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 Financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility**

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

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

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

### **Basis for qualified opinion**

1. The Company has not fully recorded the interest expense payable, late interest to Vietnam Steel Corporation - JSC and late interest expense to Vnsteel - Phu My Flat Steel Company Limited accumulated up to January 1, 2024 and December 31, 2024 with the same amount of VND 54.52 billion (in which, the interest expense arising in 2023 is being recorded as an increase in other receivables and payables with the amount of VND 4.4 billion). As a result, in the Statement of Financial position, the "Short-term payables" item on January 1, 2024 and December 31, 2024 is understated by VND 50.12 billion, the "Retained earnings" item as of January 1, 2024 and December 31, 2024 is overstated by VND 54.52 billion, the "Other short-term receivables" item as of January 1, 2024 and December 31, 2024 is overstated by VND 4.4 billion. Additionally, in the Statement of income, the "Financial expenses" item in 2023 is understated by VND 4.4 billion; the "Total net profit before tax" item in 2023 and the "Profit after corporate income tax" item in 2023 are overstated by the corresponding amount.

2. As of December 31, 2024, the total overdue payables amounted to VND 153.66 billion (compared to VND 218.73 billion as of January 1, 2024). The Company's short-term liabilities exceeded short-term assets by VND 113.49 billion (compared to VND 147.95 billion as of January 1, 2024). The quick ratio was 0.10 (compared to 0.18 as of January 1, 2024). Accumulated losses stood at VND 121.92 billion (compared to VND 171.39 billion as of January 1, 2024), and total payables were 4.71 times the owner's equity (compared to 12.57 times as of January 1, 2024). The Company has not reached any significant new agreements on debt restructuring. Therefore, under current operating conditions, it will be unable to secure financial resources to repay its due loans. These indicators raise significant doubt about the Company's ability to continue as a going concern. However, the financial statements for the fiscal year ending December 31, 2024, have still been prepared on a going concern basis.

### **Qualified opinion**

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the Financial statements give a true and fair view, in all material respects, of the Financial Position of Thong Nhat Flat Steel Joint Stock Company as at 31 December 2024, its operating results and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Financial statements.

### **AASC Auditing Firm Company Limited**



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**Vu Xuan Bien**

Deputy General Director

Registered Auditor

No.: 0743-2023-002-1

*Hanoi, 19 February 2025*

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**Nguyen Trung Kien**

Auditor

Registered Auditor

No.: 5136-2025-002-1



**STATEMENT OF FINANCIAL POSITION**
*As at 31 December 2024*

Code	ASSETS	Note	31/12/2024	01/01/2024
			VND	VND
<b>100</b>	<b>A. SHORT-TERM ASSETS</b>		<b>221,391,276,726</b>	<b>163,572,103,860</b>
<b>110</b>	<b>I. Cash and cash equivalents</b>	<b>3</b>	<b>4,221,405,547</b>	<b>8,713,496,378</b>
111	1. Cash		4,221,405,547	8,713,496,378
<b>130</b>	<b>II. Short-term receivables</b>		<b>13,675,750,532</b>	<b>45,950,319,161</b>
131	1. Short-term trade receivables	4	4,897,703,823	38,674,460,393
132	2. Short-term prepayments to suppliers		3,276,079,788	1,748,536,200
136	3. Other short-term receivables	6	5,501,966,921	5,527,322,568
<b>140</b>	<b>III. Inventories</b>	<b>7</b>	<b>189,366,760,583</b>	<b>106,389,518,038</b>
141	1. Inventories		189,366,760,583	106,389,518,038
<b>150</b>	<b>IV. Other short-term assets</b>		<b>14,127,360,064</b>	<b>2,518,770,283</b>
151	1. Short-term prepaid expenses	10	1,111,084,527	1,194,693,029
152	2. Deductible VAT		13,016,275,537	1,324,077,254
<b>200</b>	<b>B. NON-CURRENT ASSETS</b>		<b>229,171,328,618</b>	<b>235,150,560,033</b>
<b>220</b>	<b>I. Fixed assets</b>		<b>175,482,599,832</b>	<b>198,873,266,047</b>
221	1. Tangible fixed assets	9	175,482,599,832	198,873,266,047
222	- Historical costs		547,206,697,745	545,623,949,745
223	- Accumulated depreciation		(371,724,097,913)	(346,750,683,698)
<b>240</b>	<b>II. Long-term assets in progress</b>	<b>8</b>	<b>5,279,738,989</b>	<b>525,044,459</b>
242	1. Construction in progress		5,279,738,989	525,044,459
<b>260</b>	<b>III. Other long-term assets</b>		<b>48,408,989,797</b>	<b>35,752,249,527</b>
261	1. Long-term prepaid expenses	10	48,408,989,797	35,752,249,527
<b>270</b>	<b>TOTAL ASSETS</b>		<b>450,562,605,344</b>	<b>398,722,663,893</b>



## STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

(continue)

Code CAPITAL	Note	31/12/2024	01/01/2024
		VND	VND
<b>300 C. LIABILITIES</b>		<b>371,716,158,598</b>	<b>369,350,197,933</b>
<b>310 I. Current liabilities</b>		<b>334,885,668,632</b>	<b>311,519,707,967</b>
311 1. Short-term trade payables	11	48,433,733,433	91,616,820,515
312 2. Short-term prepayments from customers		144,193,365,033	48,203,892,826
313 3. Taxes and other payables to State budget	13	11,522,648,212	1,531,685,186
314 4. Payables to employees		8,010,623,449	724,375,082
315 5. Short-term accrued expenses	14	1,678,369,520	1,555,822,630
319 6. Other short-term payments	15	104,736,378,555	117,657,026,678
320 7. Short-term borrowings and finance lease liabilities	16	16,201,101,263	50,120,635,883
322 8. Bonus and welfare fund		109,449,167	109,449,167
<b>330 II. Non-current liabilities</b>		<b>36,830,489,966</b>	<b>57,830,489,966</b>
338 1. Long-term borrowings and finance lease liabilities	16	36,830,489,966	57,830,489,966
<b>400 D. OWNER'S EQUITY</b>		<b>78,846,446,746</b>	<b>29,372,465,960</b>
<b>410 I. Owner's equity</b>	<b>17</b>	<b>78,846,446,746</b>	<b>29,372,465,960</b>
411 1. Contributed capital		200,000,000,000	200,000,000,000
411a Ordinary shares with voting rights		200,000,000,000	200,000,000,000
418 2. Development investment funds		764,439,744	764,439,744
421 3. Retained earnings		(121,917,992,998)	(171,391,973,784)
421a Retained earnings accumulated till the end of the previous year		(171,391,973,784)	(175,170,294,562)
421b Retained earnings of the current year		49,473,980,786	3,778,320,778
<b>440 TOTAL CAPITAL</b>		<b>450,562,605,344</b>	<b>398,722,663,893</b>

Do Thi Thu Phuong  
PreparerTran Thi Thuy Trang  
Chief AccountantTo Ngoc Huy  
General Director

Ba Ria - Vung Tau, 22 January 2025

**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

**Financial statements**

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

**STATEMENT OF INCOME**

Year 2024

Code	ITEM	Note	Year 2024	Year 2023
			VND	VND
01	1. Revenue from sales of goods and rendering of services	19	2,556,153,106,361	1,108,254,310,600
02	2. Revenue deductions	20	353,308,865	363,389,669
10	3. Net revenue from sales of goods and rendering of services		2,555,799,797,496	1,107,890,920,931
11	4. Cost of goods sold	21	2,485,080,235,545	1,088,710,664,747
20	5. Gross profit from sales of goods and rendering of services		70,719,561,951	19,180,256,184
21	6. Financial income	22	69,524,858	171,289,262
22	7. Financial expense	23	(10,278,902,374)	2,281,815,398
23	In which: Interest expenses		(10,876,855,313)	577,615,310
25	8. Selling expenses	24	4,880,396,019	2,497,756,942
26	9. General and administrative expenses	25	15,594,174,484	9,199,556,282
30	10. Net profit from operating activities		60,593,418,680	5,372,416,824
31	11. Other income	26	592,121,035	2,491,923,703
32	12. Other expenses	27	1,534,270,137	3,238,397,436
40	13. Other profit		(942,149,102)	(746,473,733)
50	14. Total net profit before tax		59,651,269,578	4,625,943,091
51	15. Current corporate income tax expense	28	10,177,288,792	847,622,313
52	16. Deferred corporate income tax expense		-	-
60	17. Profit after corporate income tax		49,473,980,786	3,778,320,778
70	18. Basic earnings per share	29	2,474	189

Do Thi Thu Phuong  
Preparer

Tran Thi Thuy Trang  
Chief Accountant

To Ngoc Huy  
General Director

Ba Ria - Vung Tau, 22 January 2025



## STATEMENT OF CASH FLOWS

Year 2024

(Indirect method)

Code	ITEM	Note	Year 2024	Year 2023
			VND	VND
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	1. Profit before tax		59,651,269,578	4,625,943,091
	2. Adjustments for			
02	- Depreciation and amortization of fixed assets and investment properties		24,973,414,215	24,914,998,950
04	- Exchange gains / losses from retranslation of monetary items denominated in foreign currency		388,609,399	1,701,375,833
05	- Gains / losses from investment		(67,336,061)	(154,841,575)
06	- Interest expense		(10,876,855,313)	577,615,310
08	3. Operating profit before changes in working capital		74,069,101,818	31,665,091,609
09	- Increase or decrease in receivables		20,582,370,346	(45,214,333,427)
10	- Increase or decrease in inventories		(82,977,242,545)	(46,193,855,111)
11	- Increase or decrease in payables (excluding interest payable/ corporate income tax payable)		65,798,629,565	105,374,961,003
12	- Increase or decrease in prepaid expenses		(12,048,087,309)	(10,539,084,611)
14	- Interest paid		(2,236,548,692)	(21,890,810,375)
15	- Corporate income tax paid		(4,576,544,000)	-
20	Net cash flows from operating activities		58,611,679,183	13,201,969,088
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	1. Purchase or construction of fixed assets and other long-term assets		(6,862,486,989)	(2,619,093,797)
27	2. Interest and dividend received		67,336,061	154,841,575
30	Net cash flows from investing activities		(6,795,150,928)	(2,464,252,222)
	<b>III CASH FLOWS FROM FINANCING ACTIVITIES</b>			
34	1. Repayment of principal		(56,308,854,644)	(26,000,022,920)
40	Net cash flows from financing activities		(56,308,854,644)	(26,000,022,920)
50	Net cash flows in the year		(4,492,326,389)	(15,262,306,054)



**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

**Financial statements**

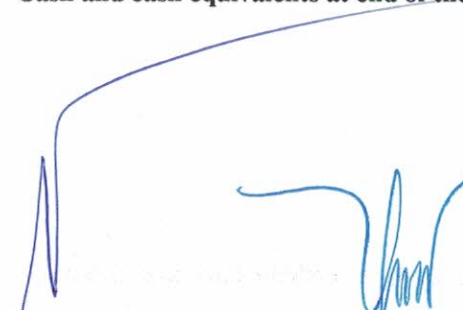
For the fiscal year ended as at 31/12/2024

**STATEMENT OF CASH FLOWS**

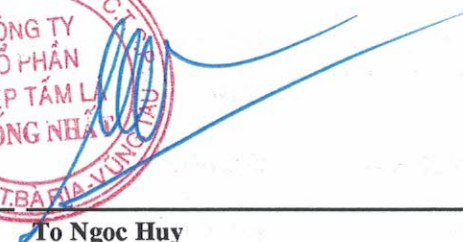
*Year 2024*

*(Indirect method)*

Code	ITEM	Note	Year 2024	Year 2023
			VND	VND
60	Cash and cash equivalents at beginning of the year		8,713,496,378	23,975,732,026
61	Effect of exchange rate fluctuations		235,558	70,406
70	Cash and cash equivalents at end of the year	3	<u>4,221,405,547</u>	<u>8,713,496,378</u>

  
**Do Thi Thu Phuong**  
Preparer

  
**Tran Thi Thuy Trang**  
Chief Accountant

  
**To Ngoc Huy**  
General Director



*Ba Ria - Vung Tau, 22 January 2025*

**NOTES TO FINANCIAL STATEMENTS***Year 2024***1 . GENERAL INFORMATION OF THE COMPANY****Form of ownership**

Thong Nhat Flat Steel Joint Stock Company was established and operates under the Business Registration Certificate for a joint stock company No. 3500820408, initially issued by the Department of Planning and Investment of Ba Ria - Vung Tau Province on September 20, 2007, and most recently amended for the 8th time on April 14, 2023.

The Company's head office is located at: Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria - Vung Tau Province, Vietnam.

Company's Charter capital: VND 200,000,000,000. Actual charter capital as at 31 December 2024 is VND 200,000,000,000, equivalent to 20,000,000 shares with the price of VND 10,000 per share.

The total number of employees of the Company as at 31 December 2024 is: 95 people (as at 31 December 2023: 86 people).

**Business field**

Industrial manufacturing and commercial business and services.

**Business activities**

Main business activities of the Company include:

- Production of cold rolled steel sheets and post-rolled products;
- Import and export of machinery and equipment for the steel industry.

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

As of December 31, 2024, the accumulated loss was VND 121.92 billion, the total overdue payables were VND 153.66 billion, the Company's short-term liabilities exceeded its short-term assets by VND 113.49 billion, the quick ratio was 0.10, and the payables were 4.71 times the owner's equity. However, the loans from units within Vietnam Steel Corporation are being repaid gradually over several years until the Company has sufficient capacity to settle its debts. The production and processing contracts continue to ensure the Company can mobilize sufficient capital to pay interest and principal when due. Therefore, the Board of Management believes that the Financial Statements for the fiscal year ending December 31, 2024 have been prepared on the basis of the going concern assumption.

In 2024, the galvanized steel market grew strongly, leading to a significant increase in the Company's sales. As a result, revenue grew by 130.65%, the cost of goods sold rose by 128.26%, and gross profit increased by 268.71% compared to the last year.

**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 VND.

## **2.2 . Standards and Applicable Accounting Policies**

### *Applicable Accounting Policies*

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

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

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

## **2.3 . Basis for preparation of Financial statements**

Financial statements are presented based on historical cost principle.

## **2.4 . Accounting estimates**

The preparation of Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the 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 Financial Statements include:

- Provision for doubtful debts;
- Provision for devaluation of inventories;
- Estimated useful life of fixed assets;
- Estimated 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 Management to be reasonable under the circumstances.

## **2.5 . Financial Instruments**

### *Initial recognition*

#### **Financial assets**

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

#### **Financial liabilities**

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



*Subsequent measurement after initial recognition*

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

**2.6 . 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 transaction.

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**

Cash comprises cash on hand, demand deposits.

**2.8 . 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 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.

**2.9 . Inventories**

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

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

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

Inventory is recorded by perpetual method.

Method for determining the value of unfinished products at the end of the year: Unfinished production and business costs are gathered according to actual costs incurred for each type of 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.

## **2.10 . Fixed assets**

Tangible fixed assets is initially stated at the historical cost. During the using time, tangible fixed assets is recorded at cost, accumulated depreciation and carrying amount.

### *Subsequent measurement after initial recognition*

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

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

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

- Buildings, structures	05 - 30	years
- Machine, equipment	05 - 10	years
- Vehicles, Transportation equipment	06 - 10	years
- Office equipment and furniture	03 - 05	years

## **2.11 . Construction in progress**

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

## **2.12 . 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 accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods.

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



The Company's prepaid expenses include:

- Steel rolling shaft costs are allocated according to the consumption criteria of the actual shaft radius used during the year compared to the total effective shaft radius used;
- Major repair costs, rolling mill repair costs, tool and equipment costs include assets held by the Company for use in the normal course of business operations, which are not eligible for recognition as fixed assets according to current regulations. The historical costs of these prepaid expenses are amortized using the straight-line method over a period of 01 year to 03 years.

Other prepaid expenses are recorded at their historical costs and allocated on the straight-line basis from 01 to 03 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 . Borrowings**

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings. In case of borrowings denominated in foreign currency, they shall be recorded in details in terms of types of currency.

#### **2.16 . Borrowing costs**

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

#### **2.17 . 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 annual leave salary, expenses arising from seasonal cessation of production, interest expenses, 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.

#### **2.18 . Owner's equity**

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

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

Dividends payable to shareholders are recorded as payables on the Company's Statement of Financial Position after the announcement of dividend distribution by the Board of General Directors of the Company and the announcement of the date of closing the right to receive dividends from the Vietnam Securities Depository and Clearing Company.



**2.19 . Revenues**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding rebates. The following specific recognition conditions must also be met when recognizing revenue:

*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;

*Revenue from sales of rendering of services*

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

*Financial income*

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

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

**2.20 . Revenue deductions**

Revenue deductions from sales and service provisions arising in the year include: Sales rebates.

Trade discount, sales discount and sales return incurred in the same period of sale of goods and rendering of services are recorded as a decrease in revenue in the incurring period. In case goods and services are sold in the previous periods, but until the next period 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 Financial Statements, it is then recorded as a decrease in revenue on the Financial Statements of the reporting period (the previous period); and if it is incurred after the issuance of Financial Statements, it is recorded as a decrease in revenue of incurring period (the next period).

**2.21 . Cost of goods sold**

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, 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.

**2.22 . Financial expenses**

Items recorded into financial expenses comprise are borrowing costs, losses from sale of foreign currency, exchange loss, etc.

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

**2.23 . Corporate income tax****a) Current corporate income tax expenses**

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

**b) Current corporate income tax rate**

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

**2.24 . 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.

**2.25 . Related Parties**

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

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

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

**2.26 . Segment information**

Because the Company's main production and business activities are the production and trading of steel sheets, primarily take place within Vietnam, the Company does not prepare segment reports by business segment and geographical segment.

**3 . CASH**

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	110,890,325	16,919,948
Demand deposits	4,110,515,222	8,696,576,430
	<u>4,221,405,547</u>	<u>8,713,496,378</u>



**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

**Financial statements**

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

**4 . SHORT-TERM TRADE RECEIVABLES**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>Related parties</b>	<b>3,506,362,569</b>	-	-	-
Vnsteel - Phu My Flat Steel Company Limited	3,506,362,569	-	-	-
<b>Others</b>	<b>1,391,341,254</b>	-	<b>38,674,460,393</b>	-
Ton Dong A Corporation	1,391,341,254	-	1,273,206,000	-
Tan Phuoc Khanh Trading and Manufacturing coil Joint Stock Company	-	-	34,512,895,238	-
Tay Nam Steel Production and Trading Company	-	-	2,267,295,525	-
Other trade receivables	-	-	621,063,630	-
	<b>4,897,703,823</b>	-	<b>38,674,460,393</b>	-

**5 . SHORT-TERM PREPAYMENTS TO SUPPLIERS**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>Others</b>				
Le Duyen Anh Mechanical - Trading Company	207,018,900	-	30,635,000	-
TENOVA INC	572,521,992	-	-	-
IMS	1,789,985,340	-	-	-
Messsysteme GmbH	-	-	827,195,490	-
Branch of Industrielle Beteiligung Company Limited in Hai Phong City	-	-	-	-
Others	706,553,556	-	890,705,710	-
	<b>3,276,079,788</b>	-	<b>1,748,536,200</b>	-



**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

**Financial statements**

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

**6 . OTHER SHORT-TERM RECEIVABLES**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Details by content</b>				
Receivables from unemployment insurance	3,814,925	-	3,814,925	-
Advances	70,000,000	-	139,159,999	-
Mortgages	969,395,768	-	925,765,578	-
Interest payable not yet expensed	4,402,486,613	-	4,402,486,613	-
Others	56,269,615	-	56,095,453	-
	<b>5,501,966,921</b>	<b>-</b>	<b>5,527,322,568</b>	<b>-</b>
<b>b) Detail by object</b>				
Southern Power Corporation - LLC	969,395,768	-	925,765,578	-
Viet Nam Steel Corporation - JSC	3,191,750,021	-	3,191,750,021	-
Vnsteel - Phu My Flat Steel Company Limited	1,210,736,592	-	1,210,736,592	-
Others	130,084,540	-	199,070,377	-
	<b>5,501,966,921</b>	<b>-</b>	<b>5,527,322,568</b>	<b>-</b>
<b>c) In which: Other receivables are related parties</b>				
Viet Nam Steel Corporation - JSC	3,191,750,021	-	3,191,750,021	-
Vnsteel - Phu My Flat Steel Company Limited	1,210,736,592	-	1,210,736,592	-
	<b>4,402,486,613</b>	<b>-</b>	<b>4,402,486,613</b>	<b>-</b>

**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
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For the fiscal year ended as at 31/12/2024

**7 . INVENTORIES**

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw material	103,940,793,841	-	101,157,627,397	-
Tools, supplies	137,629,517	-	43,253,756	-
Work in process	-	-	1,778,038,883	-
Finished goods	85,288,337,225	-	3,410,598,002	-
	<b>189,366,760,583</b>	<b>-</b>	<b>106,389,518,038</b>	<b>-</b>

**8 . LONG-TERM ASSET IN PROGRESS**

	31/12/2024	01/01/2024
	VND	VND
<b>Construction in progress</b>	<b>3,809,597,200</b>	-
- Canteen project	3,809,597,200	-
<b>Procurement of fixed assets</b>	<b>1,470,141,789</b>	-
- ROSY Corporate Data Management Software	854,950,000	-
- RO Water Treatment System	245,000,000	-
- Kitchen Equipment System	370,191,789	-
<b>Major repairs of fixed assets</b>	-	<b>525,044,459</b>
- Repair the factory	-	525,044,459
	<b>5,279,738,989</b>	<b>525,044,459</b>

**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

**Financial statements**

Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

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

**9 . TANGIBLE FIXED ASSETS**

	Buildings, structures	Machinery, equipment	Vehicles, transportation equipment	Management equipment	Total
	VND	VND	VND	VND	VND
<b>Historical cost</b>					
Beginning balance	75,686,874,594	448,118,150,698	19,925,625,063	1,893,299,390	545,623,949,745
- Purchase in the year	-	898,300,000	-	-	898,300,000
- Completed construction investment	684,448,000	-	-	-	684,448,000
<b>Ending balance of the year</b>	<b>76,371,322,594</b>	<b>449,016,450,698</b>	<b>19,925,625,063</b>	<b>1,893,299,390</b>	<b>547,206,697,745</b>
<b>Accumulated depreciation</b>					
Beginning balance	26,912,691,153	298,500,506,888	19,925,625,063	1,411,860,594	346,750,683,698
- Depreciation for the year	1,982,631,851	22,860,340,144	-	130,442,220	24,973,414,215
<b>Ending balance of the year</b>	<b>28,895,323,004</b>	<b>321,360,847,032</b>	<b>19,925,625,063</b>	<b>1,542,302,814</b>	<b>371,724,097,913</b>
<b>Net carrying amount</b>					
Beginning balance	48,774,183,441	149,617,643,810	-	481,438,796	198,873,266,047
<b>Ending balance</b>	<b>47,475,999,590</b>	<b>127,655,603,666</b>	-	<b>350,996,576</b>	<b>175,482,599,832</b>

*In which:*

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the year: VND 170,352,058,534
- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 38,882,794,405



**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

**Financial statements**

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

**10 . PREPAID EXPENSES**

	31/12/2024	01/01/2024
	VND	VND
<b>a) Short-term</b>		
Dispatched tools and supplies	929,309,713	981,338,009
Others	181,774,814	213,355,020
	<b>1,111,084,527</b>	<b>1,194,693,029</b>
<b>b) Long-term</b>		
Dispatched tools and supplies	13,365,678,933	16,987,517,737
Steel rolling shafts and rolling shaft accessories	31,286,854,906	17,803,668,568
Repair costs	3,756,455,958	961,063,222
	<b>48,408,989,797</b>	<b>35,752,249,527</b>

**11 . 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
<b>Related parties</b>	<b>32,903,977,073</b>	<b>32,903,977,073</b>	<b>51,112,488,282</b>	<b>51,112,488,282</b>
Vnsteel -	32,853,672,833	32,853,672,833	36,253,672,833	36,253,672,833
Hochiminh City Metal Corporation				
SMC Steel Mechanical Co.,Ltd	24,989,040	24,989,040	-	-
Vnsteel - Phu My Flat Steel Co.,Ltd	25,315,200	25,315,200	14,858,815,449	14,858,815,449
<b>Others</b>	<b>15,529,756,360</b>	<b>15,529,756,360</b>	<b>40,504,332,233</b>	<b>40,504,332,233</b>
Tan Phuoc Khanh Trading and Manufacturing coil Joint Stock Company	-	-	32,097,604,000	32,097,604,000
Quang Minh Equipment Corporation	5,601,156,480	5,601,156,480	950,361,400	950,361,400
Others	9,928,599,880	9,928,599,880	7,456,366,833	7,456,366,833
	<b>48,433,733,433</b>	<b>48,433,733,433</b>	<b>91,616,820,515</b>	<b>91,616,820,515</b>
<b>Unpaid overdue payables</b>				
Vnsteel -	32,853,672,833	32,853,672,833	36,253,672,833	36,253,672,833
Hochiminh City Metal Corporation				
Vnsteel - Phu My Flat Steel Co.,Ltd	-	-	14,858,815,449	14,858,815,449
	<b>32,853,672,833</b>	<b>32,853,672,833</b>	<b>51,112,488,282</b>	<b>51,112,488,282</b>

# **THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

**Financial statements**  
For the fiscal year ended as at 31/12/2024

## **12 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS**

	31/12/2024	01/01/2024
	VND	VND
<i>Related parties</i>		
Southern Steel Sheet Co., Ltd (*)	141,999,548,150	47,079,432,443
<i>Others</i>	141,999,548,150	47,079,432,443
Other buyers	2,193,816,883	1,124,460,383
	2,193,816,883	1,124,460,383
	<u>144,193,365,033</u>	<u>48,203,892,826</u>

(\*) Advance payment received from Southern Steel Sheet Co., Ltd according to Sales Contract No. 041224.HDMMB-27.TNS-TPN dated December 04, 2024 and Sales Contract No. 051224.HDMMB-28.TNS-TPN dated December 05, 2024 on the supply of cold rolled steel products SPCC-1B L1.

## **13 . TAX AND OTHER PAYABLES TO THE STATE BUDGET**

	Receivable at the opening year	Payable at the opening year (adjusted)	Payable arise in the year	Amount paid in the year	Receivable at the closing year	Payable at the closing year
	VND	VND	VND	VND	VND	VND
Value added tax	-	-	17,414,179,850	13,033,260,119	-	4,380,919,731
Corporate income tax	-	1,494,713,590	10,177,288,792	4,576,544,000	-	7,095,458,382
Personal income tax	-	36,971,596	516,300,430	507,001,927	-	46,270,099
Environmental protection tax	-	-	74,000,000	74,000,000	-	-
Fees, charges and other payables	-	-	704,247,617	704,247,617	-	-
	<u>-</u>	<u>1,531,685,186</u>	<u>28,886,016,689</u>	<u>18,895,053,663</u>	<u>-</u>	<u>11,522,648,212</u>

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.

## **14 . ACCRUED EXPENSES**

	31/12/2024	01/01/2024
	VND	VND
- Advance payment of electricity costs	1,299,491,700	1,309,945,800
- Advance deduction of remuneration for Board of Management and Board of Supervision	61,500,000	61,500,000
- Other accrued expenses	317,377,820	184,376,830
	<u>1,678,369,520</u>	<u>1,555,822,630</u>

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**15 . SHORT-TERM OTHER PAYABLES**

	31/12/2024	01/01/2024
	VND	VND
<b>a) Details by content</b>		
- Trade union fee	12,952,795	16,824,888
- Social insurance	4,713,555	19,455,084
- Health insurance	1,955,723	1,955,723
- Interest payables to VietCredit Finance Joint Stock Company	24,786,096,839	37,955,349,927
- Interest payables to Bank for Foreign Trade of Vietnam	15,009,820,113	15,987,979,316
- Interest payables to Viet Nam Steel Corporation - JSC	30,129,341,688	29,060,102,356
- Interest on late payment of debts to Viet Nam Steel Corporation	10,777,915,506	10,777,915,506
- Interest on late payment of debts to Vnsteel - Hochiminh City Metal Corporation	10,158,875,813	10,158,875,813
- Interest on late payment of debts to Vnsteel - Phu My Flat Steel Company Limited	13,747,469,190	13,558,319,033
- Others	107,237,333	120,249,032
	<b>104,736,378,555</b>	<b>117,657,026,678</b>
<b>b) Unpaid overdue payables</b>		
- Interest payables	69,925,258,640	83,003,431,599
- Interest on late payment	34,684,260,509	34,495,110,352
	<b>104,609,519,149</b>	<b>117,498,541,951</b>
<b>c) In which: Other payables to related parties</b>		
- Viet Nam Steel Corporation -JSC	40,907,257,194	39,838,017,862
- Vnsteel - Hochiminh City Metal Corporation	10,158,875,813	10,158,875,813
- Vnsteel - Phu My Flat Steel Company Limited	13,747,469,190	13,558,319,033
	<b>64,813,602,197</b>	<b>63,555,212,708</b>



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**16 . BORROWINGS**

	01/01/2024		During the year		31/12/2024	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
<b>a) Short-term borrowings</b>						
<b>Long-term loans and debts are due</b>	<b>50,120,635,883</b>	<b>50,120,635,883</b>	<b>1,560,544,986</b>	<b>35,480,079,606</b>	<b>16,201,101,263</b>	<b>16,201,101,263</b>
- VietCredit Finance Joint Stock Company (VFC) <sup>(1)</sup>	50,120,635,883	50,120,635,883	1,560,544,986	35,480,079,606	16,201,101,263	16,201,101,263
	<u><b>50,120,635,883</b></u>	<u><b>50,120,635,883</b></u>	<u><b>1,560,544,986</b></u>	<u><b>35,480,079,606</b></u>	<u><b>16,201,101,263</b></u>	<u><b>16,201,101,263</b></u>
<b>b) Long-term borrowings</b>						
- VietCredit Finance Joint Stock Company (VFC) <sup>(1)</sup>	50,120,635,883	50,120,635,883	1,560,544,986	35,480,079,606	16,201,101,263	16,201,101,263
- Viet Nam Steel Corporation - JSC <sup>(2)</sup>	57,830,489,966	57,830,489,966	-	21,000,000,000	36,830,489,966	36,830,489,966
	<u><b>107,951,125,849</b></u>	<u><b>107,951,125,849</b></u>	<u><b>1,560,544,986</b></u>	<u><b>56,480,079,606</b></u>	<u><b>53,031,591,229</b></u>	<u><b>53,031,591,229</b></u>
Amount due for settlement within 12 months	(50,120,635,883)	(50,120,635,883)	(1,560,544,986)	(35,480,079,606)	(16,201,101,263)	(16,201,101,263)
Amount due for settlement after 12 months	<u><b>57,830,489,966</b></u>	<u><b>57,830,489,966</b></u>			<u><b>36,830,489,966</b></u>	<u><b>36,830,489,966</b></u>

**c, Detailed information on Short-term borrowings:**

- (1) Loan from VietCredit Finance Joint Stock Company (VFC) includes 02 contracts, detailed as follows:
- (a) Credit contract No. CFC.2016.0017/DTDA/09CN.01 and CFC.2016.0017/DTDA/09CN.02 dated December 28, 2016, with the following detailed terms:
- + Credit limit: USD 20,000,000;
  - + Loan purpose: The borrower uses the loan to pay project investment costs including machinery and equipment costs, construction costs, and loan interest during the construction period;
  - + Contract term: 108 months;
  - + Loan interest rate: the rate equals to 12-month USD savings interest rate plus the margin rate of VCB bank and adjusted every 3 months;
  - + The principal balance at the end of the period is USD 314,800, equivalent to VND 8,043,454,800; all of this debt is due;
  - + Collateral for the loan: Mortgage of all assets related to the project; the borrower must purchase and continuously maintain asset risk insurance for the mortgaged assets and the mortgaged amount; Guarantee letter No. 242/VNS - TCKT dated March 10, 2010, from Vietnam Steel Corporation - JSC.
- (b) Credit contract No. CFC.2016.0012/DTDA/10CD dated December 28, 2016, with the following detailed terms:
- + Credit limit: VND 55,340,000,000;
  - + Loan purpose: The borrower uses the loan to pay for legitimate project investment costs, including machinery and equipment investment costs, construction and infrastructure-related costs, project design consulting and supervision fees, and interest during the construction period;
  - + Contract term: 108 months;
  - + Loan interest rate: The rate is equal to the 12-month VND savings interest rate plus the margin rate of Vietcombank, adjusted every 3 months;
  - + The principal balance at the end of the period is VND 8,157,646,463, all of which is due for payment;
  - + Collateral for the loan: Mortgage of all assets related to the project; the borrower must purchase and continuously maintain asset risk insurance for the mortgaged assets and the mortgaged amount; Letter of Guarantee No. 243/VNS - TCKT dated March 10, 2010, from Vietnam Steel Corporation - JSC.

**d, Detailed information on Long-term borrowings:**

- (2) Loan payable to Vietnam Steel Corporation - JSC due to Vietnam Steel Corporation - JSC paying on behalf of the Company for principal and interest of loans from the Joint Stock Commercial Bank for Foreign Trade of Vietnam; the interest rate is 6.5%/year. The balance as of December 31, 2024 is VND 36,830,489,966. The repayment date for the principal loan has not been determined.



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**e) Overdue borrowings**

	31/12/2024		01/01/2024	
	Principal	Interest	Principal	Interest
	VND	VND	VND	VND
VietCredit Finance Joint Stock Company	16,201,101,263	24,786,096,839	50,120,635,883	37,955,349,927
Vietnam Steel Corporation - JSC	-	30,129,341,688	-	29,060,102,356
Joint Stock Commercial Bank for Foreign Trade of Vietnam	-	15,009,820,113	-	15,987,979,316
	<b>16,201,101,263</b>	<b>69,925,258,640</b>	<b>50,120,635,883</b>	<b>83,003,431,599</b>

**f) Borrowings from related parties are as follows:**

	31/12/2024		01/01/2024	
	Principal	Interest	Principal	Interest
	VND	VND	VND	VND
Vietnam Steel Corporation - JSC (*)	36,830,489,966	30,129,341,688	57,830,489,966	29,060,102,356
	<b>36,830,489,966</b>	<b>30,129,341,688</b>	<b>57,830,489,966</b>	<b>29,060,102,356</b>

(\*) Major shareholder

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

	Contributed capital	Development investment funds	Retained earnings	Total
	VND	VND	VND	VND
<b>Beginning balance of previous year (adjusted)</b>	<b>200,000,000,000</b>	<b>764,439,744</b>	<b>(175,170,294,562)</b>	<b>25,594,145,182</b>
Profit for previous year	-	-	3,778,320,778	3,778,320,778
<b>Ending balance of previous year (adjusted)</b>	<b>200,000,000,000</b>	<b>764,439,744</b>	<b>(171,391,973,784)</b>	<b>29,372,465,960</b>
<b>Beginning balance of current year (adjusted)</b>	<b>200,000,000,000</b>	<b>764,439,744</b>	<b>(171,391,973,784)</b>	<b>29,372,465,960</b>
Profit for current year	-	-	49,473,980,786	49,473,980,786
<b>Ending balance of this year (adjusted)</b>	<b>200,000,000,000</b>	<b>764,439,744</b>	<b>(121,917,992,998)</b>	<b>78,846,446,746</b>



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**b) Details of Contributed capital**

	Rate	31/12/2024	Rate	01/01/2024
	(%)	VND	(%)	VND
Vietnam Steel Corporation - JSC	31.25	62,494,810,000	31.25	62,494,810,000
Southern Steel Sheet Co., Ltd	5.00	10,000,000,000	5.00	10,000,000,000
Vnsteel - Hochiminh City Metal Corporation	7.00	14,000,000,000	7.00	14,000,000,000
SMC Trading Investment Joint Stock Company	7.00	14,000,000,000	7.00	14,000,000,000
VietCredit Finance Joint Stock Company	6.00	11,999,090,000	6.00	11,999,090,000
Others	43.75	87,506,100,000	43.75	87,506,100,000
	<b>100</b>	<b>200,000,000,000</b>	<b>100</b>	<b>200,000,000,000</b>

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

	Year 2024	Year 2023
	VND	VND
Owner's contributed capital	200,000,000,000	200,000,000,000
- At the beginning of year	200,000,000,000	200,000,000,000
- At the ending of year	200,000,000,000	200,000,000,000

**d) Stock**

	31/12/2024	01/01/2024
Quantity of Authorized issuing stocks	20,000,000	20,000,000
Quantity of issued shares and full capital contribution	20,000,000	20,000,000
- Common shares	20,000,000	20,000,000
Quantity of outstanding shares in circulation	20,000,000	20,000,000
- Common shares	20,000,000	20,000,000
Par value per share (VND)	10,000	10,000

**e) Company's funds**

	31/12/2024	01/01/2024
	VND	VND
Investment and development fund	764,439,744	764,439,744
	<b>764,439,744</b>	<b>764,439,744</b>

**18 . OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT****a) Operating leased asset**

The company has a land lease contract No. 10/HD/TLD/IZICO dated March 20, 2008 and a contract appendix No. 86/PLHD/TLD/IZICO dated April 1, 2013 signed with Dong Xuyen and Phu My I Industrial Park Infrastructure Investment and Exploitation Company for leasing land in Phu My I Industrial Park, to use as office headquarters and factories. The leased land area is 22,400 m2, with a lease term of 40 years from January 1, 2008 to January 1, 2048. The annual payment for land rent and infrastructure maintenance is USD 36,960.

**b) Foreign currencies**

	31/12/2024	01/01/2024
- USD	201.16	201.16

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

	Year 2024	Year 2023
	VND	VND
Revenue from sale of goods, finished goods	2,395,583,610,860	1,014,645,654,875
Revenue from scrap sales	58,435,733,000	30,314,441,431
Revenue from providing processing services	102,133,762,501	61,880,164,294
Revenue from warehouse rental services	-	1,414,050,000
	<b>160,569,495,501</b>	<b>93,608,655,725</b>
In which: Revenue from related parties details as in Notes 33.	<b>1,596,729,671,230</b>	<b>721,322,284,190</b>

**20 . REVENUE DEDUCTIONS**

	Year 2024	Year 2023
	VND	VND
Sales discounts	353,308,865	363,389,669
	<b>353,308,865</b>	<b>363,389,669</b>

**21 . COSTS OF GOODS SOLD**

	Year 2024	Year 2023
	VND	VND
Costs of goods/finished goods sold	2,363,573,759,472	1,008,871,421,024
Cost of scrap sold	55,684,656,321	27,981,939,858
Cost of processing services	65,821,819,752	51,857,303,865
	<b>121,506,476,073</b>	<b>79,839,243,723</b>
In which: Purchase from related parties		
Total purchase value: (Detailed in Notes 33)	<b>24,012,942,550</b>	<b>60,715,222,235</b>

**22 . FINANCE INCOME**

	Year 2024	Year 2023
	VND	VND
Interest income, interest from loans	67,336,061	154,841,575
Gain on exchange difference in the year	2,188,797	16,447,687
	<b>69,524,858</b>	<b>171,289,262</b>

**23 . FINANCIAL EXPENSES**

	Year 2024	Year 2023
	VND	VND
Interest expenses	(10,876,855,313)	577,615,310
Late interest	189,150,157	-
Realized loss from foreign exchange difference	20,193,383	2,824,255
Unrealized loss from foreign exchange difference	388,609,399	1,701,375,833
	<b>(10,278,902,374)</b>	<b>2,281,815,398</b>

(\*) During the year, the interest expense incurred by Vietnam Steel Corporation was VND 3,069,239,332, with the interest expense reduced by VND 2,000,000,000 as per Official Letter No. 69/TCKT-VNS dated January 22, 2025 from Vietnam Steel Corporation; the interest expense incurred by VietCredit Finance Joint Stock Company (VIETCREDIT) was VND 3,053,905,355, with the interest expense reduced by VND 15,000,000,000 as per Official Letter No. 960/2024/VietCredit-CV dated December 23, 2024 from VietCredit Finance Joint Stock Company (VIETCREDIT).



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(\*\*) During the year, the late interest expense incurred by Vnsteel - Phu My Flat Steel Company Limited was VND 378,300,314, with the interest reduced by VND 189,150,157 according to Official Dispatch No. 65/TLPM-KTTC dated March 29, 2024 from Vnsteel - Phu My Flat Steel Company Limited.

**24 . SELLING EXPENSES**

	Year 2024	Year 2023
	VND	VND
Raw materials	8,127,276	7,038,430
Labour expenses	4,465,020,543	2,427,213,157
Expenses of outsourcing services	20,220,000	13,106,855
Other expenses in cash	387,028,200	50,398,500
	<b>4,880,396,019</b>	<b>2,497,756,942</b>

**25 . GENERAL ADMINISTRATIVE EXPENSES**

	Year 2024	Year 2023
	VND	VND
Raw materials	555,045,688	318,800,086
Labour expenses	8,796,729,527	5,171,608,586
Depreciation expenses	149,270,087	114,978,874
Tax, Charge, Fee	5,000,000	5,000,000
Expenses of outsourcing services	3,007,753,222	1,440,443,365
Other expenses in cash	3,080,375,960	2,148,725,371
	<b>15,594,174,484</b>	<b>9,199,556,282</b>

**26 . OTHER INCOME**

	Year 2024	Year 2023
	VND	VND
Income from scrap liquidation	592,098,435	2,167,216,000
Income from debt forgiveness	-	324,703,500
Others	22,600	4,203
	<b>592,121,035</b>	<b>2,491,923,703</b>

**27 . OTHER EXPENSES**

	Year 2024	Year 2023
	VND	VND
Fines and tax arrears payments	865,949,778	20,133,747
Remuneration for the Board of Directors and Supervisory Board	246,000,000	246,000,000
Expenses incurred during production suspension	-	2,589,494,859
Expenses without sufficient invoices and documents	422,320,359	382,768,830
	<b>1,534,270,137</b>	<b>3,238,397,436</b>



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**28 . CURRENT CORPORATE INCOME TAX EXPENSES**

	Year 2024	Year 2023 (adjusted)
	VND	VND
Total profit before tax	59,651,269,578	4,625,943,091
Increase	3,181,504,583	3,261,541,007
- <i>Ineligible expenses</i>	3,181,504,583	3,261,541,007
Decrease	(11,946,330,203)	(3,649,372,534)
- <i>Profit from foreign currency revaluation at year end</i>	(235,558)	-
- <i>Switching losses last year</i>	-	(3,324,669,034)
- <i>The amounts have been included in the previous year's taxable income</i>	(11,946,094,645)	(324,703,500)
Taxable income	50,886,443,958	4,238,111,564
<b>Current corporate income tax expense (tax rate 20%)</b>	<b>10,177,288,792</b>	<b>847,622,313</b>
Tax payable at the beginning of year	1,494,713,590	647,091,277
Tax paid in the year	(4,576,544,000)	-
<b>Corporate income tax payable at the end of the year</b>	<b>7,095,458,382</b>	<b>1,494,713,590</b>

**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
Net profit after tax	49,473,980,786	3,778,320,778
Profit distributed for common stocks	49,473,980,786	3,778,320,778
Average number of outstanding common shares in circulation in the year	20,000,000	20,000,000
<b>Basic earnings per share</b>	<b>2,474</b>	<b>189</b>

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

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

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

	Year 2024	Year 2023
	VND	VND
Raw materials	2,391,755,894,574	1,022,186,507,206
Labour expenses	33,098,255,058	17,001,958,882
Depreciation and amortisation	24,973,414,215	24,397,568,462
Expenses of outsourcing services	131,676,899,334	29,470,033,320
Other expenses in cash	4,150,043,207	12,540,546,986
	<b>193,898,611,814</b>	<b>83,410,107,650</b>

**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: exchange rates and interest rates.

**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, 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, loans and other financial instruments), detailed as follows:

	Under 1 year	From 1 to 5	Over 5 years	Total
	VND	VND	VND	VND
<b>As at 31/12/2024</b>				
Cash	4,110,515,222	-	-	4,110,515,222
Trade receivables, other receivables	10,399,670,744	-	-	10,399,670,744
	<b>14,510,185,966</b>	<b>-</b>	<b>-</b>	<b>14,510,185,966</b>
<b>As at 01/01/2024</b>				
Cash	8,696,576,430	-	-	8,696,576,430
Trade receivables, other receivables	44,201,782,961	-	-	44,201,782,961
	<b>52,898,359,391</b>	<b>-</b>	<b>-</b>	<b>52,898,359,391</b>



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**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 is mainly from different maturity of its financial assets and liabilities.

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

	Under 1 year	From 1 to 5	Over 5 years	Total
	VND	VND	VND	VND
<b>As at 31/12/2024</b>				
Borrowings and debts	16,201,101,263	36,830,489,966	-	53,031,591,229
Trade payables, other payables	153,170,111,988	-	-	153,170,111,988
Accrued expenses	1,678,369,520	-	-	1,678,369,520
	<b>171,049,582,771</b>	<b>36,830,489,966</b>	<b>-</b>	<b>207,880,072,737</b>
<b>As at 01/01/2024</b>				
Borrowings and debts	50,120,635,883	57,830,489,966	-	107,951,125,849
Trade payables, other payables	209,273,847,193	-	-	209,273,847,193
Accrued expenses	1,555,822,630	-	-	1,555,822,630
	<b>260,950,305,706</b>	<b>57,830,489,966</b>	<b>-</b>	<b>318,780,795,672</b>

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

**32 . SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD `**

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

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

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

Related parties	Relation
Vietnam Steel Corporation - JSC	Major shareholder
Vnsteel - Phu My Flat Steel Company Limited	A company with 100% capital contribution from Vietnam Steel Corporation - Joint Stock Company
VNSteel Thang Long Coated Sheets Joint Stock Company	A subsidiary of Vietnam Steel Corporation - JSC
Southern Steel Sheet Co., Ltd	(i)
Vnsteel - Hochiminh City Metal Corporation	(ii)
SMC Trading Investment Joint Stock Company	(iii)
SMC Phu My Steel Processing Co., Ltd	(iv)
SMC Steel Mechanical Company Limited	(v)

(i) Mr. Le Viet - Member of the Board of Directors of the Company and concurrently Deputy General Director of Southern Steel Sheet Co., Ltd.

(ii) Mr. Lai Van Quyen - Member of the Board of Directors of the Company and concurrently Deputy General Director of Vnsteel - Hochiminh City Metal Corporation.



**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

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

(iii) Mr. Nguyen Huu Kinh Luan - Member of the Board of Directors of the Company and concurrently Deputy General Director of SMC Trading Investment Joint Stock Company.

(iv) SMC Phu My Steel Processing Co., Ltd. is a subsidiary of SMC Trading Investment Joint Stock Company.

(v) Mr. Nguyen Huu Kinh Luan - Member of the Board of Directors of the Company and concurrently Director of SMC Steel Mechanical Company Limited

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

	Year 2024	Year 2023
	VND	VND
<b>Revenue</b>	<b>1,596,729,671,230</b>	<b>721,322,284,190</b>
Southern Steel Sheet Co., Ltd	1,512,919,249,948	720,304,510,525
Vnsteel - Phu My Flat Steel Company Limited	22,036,201,857	1,017,773,665
Vnsteel Thang Long Coated Sheets JSC	61,774,219,425	-
<b>Purchase</b>	<b>24,012,942,550</b>	<b>60,715,222,235</b>
Vnsteel - Phu My Flat Steel Company Limited	23,851,622,350	60,644,366,735
SMC Steel Mechanical Company Limited	148,890,700	-
SMC Phu My Steel Processing Co., Ltd	12,429,500	70,855,500

Transactions with other related parties:

		Year 2024	Year 2023
		VND	VND
<b>Income of key managers</b>			
Mr. Tran Ngoc Tuan	Chairman of the Board of Directors	54,000,000	36,450,000
Mr. Le Viet	Member of the Board of Directors	36,000,000	24,300,000
Mrs. Tran Thanh Huong	Member of the Board of Directors	36,000,000	27,000,000
Mr. Nguyen Huu Kinh Luan	Member of the Board of Directors	36,000,000	24,300,000
Mr. Lai Van Quyen	Member of the Board of Directors	36,000,000	24,300,000
Mr. To Ngoc Huy	General Director/ Member of the Board of Directors	611,560,318	348,373,303
Mr. Nguyen Huy Tho	General Director/ Member of the Board of Directors (Resigned on April 11, 2023)	-	160,593,785
Mr. Bui Vinh Hao	Vice General Director	488,413,838	406,762,241
<b>Remuneration and other operating expenses of the Board of Supervisors</b>			
Mrs. Le Thuy Trinh	Head of the Supervisory Board	289,234,813	234,716,216
Mr. Nguyen Duy Dung	Member of the Supervisory Board (Appointed on April 05, 2024)	18,000,000	2,000,000
Mr. Trieu Anh Vu	Member of the Supervisory Board (Resigned on April 05, 2024)	6,000,000	18,000,000
Mrs. Nguyen Thi Hong May	Member of the Supervisory Board	24,000,000	16,200,000

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 accounting period with the Company.

**THONG NHAT FLAT STEEL JOINT STOCK COMPANY**

Phu My 1 Industrial Park, Phu My Ward,  
Phu My Town, Ba Ria - Vung Tau Province, Viet Nam

**Financial statements**

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

**34 . 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.

The Board of General Directors of the Company has decided to retrospectively adjust some of the items in the Financial Statements for the fiscal year ended as at 31 December 2023 based on Decision on administrative sanctions for tax violations dated September 24, 2024 of the Ba Ria - Vung Tau Provincial Tax Department. Accordingly, some of the items in the Financial Statements for the fiscal year ended as at 31 December 2023 were adjusted as follows:

	Code	Figures in the Financial Statements of previous year	Adjusted figures	Difference	Note
				VND	VND
<b>Statement of Financial position</b>					
Taxes and other payables to State budget	313	83,332,681	1,531,685,186	1,448,352,505	
Retained earnings	421	(169,943,621,279)	(171,391,973,784)	(1,448,352,505)	

**Do Thi Thu Phuong**  
Preparer

**Tran Thi Thuy Trang**  
Chief Accountant

**To Ngoc Huy**  
General Director

Ba Ria - Vung Tau, 22 January 2025