

**PETROVIETNAM OIL CORPORATION –
JOINT STOCK COMPANY**

(Incorporated in the Socialist Republic of Vietnam)

AUDITED CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2024



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PETROVIETNAM OIL CORPORATION - JOINT STOCK COMPANY

PetroVietnam Tower, 1-5 Le Duan Street, Ben Nghe Ward, District 1
Ho Chi Minh City, Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of PetroVietnam Oil Corporation (the "Parent Company") and its subsidiaries (the Parent Company and the subsidiaries are referred to as the "Corporation") presents this report together with the Corporation's consolidated financial statements for the year ended 31 December 2024.

THE BOARD OF DIRECTORS AND BOARD OF MANAGEMENT

The members of the Board of Directors and Board of Management of the Corporation during the year and to the date of this report are as follows:

Board of Directors

Mr. Cao Hoai Duong	Chairman
Mr. Doan Van Nhuom	Member
Mr. Nguyen Mau Dung	Member
Mr. Le Van Nghia	Member
Mr. Nguyen Dang Trinh	Member
Mr. Tran Hoai Nam	Member
Mr. Nguyen Xuan Quyen	Independent Member

Board of Management

Mr. Nguyen Dang Trinh	Chief Executive Officer (appointed on 1 December 2024) Vice Chief Executive Officer (resigned on 1 December 2024)
Mr. Doan Van Nhuom	Chief Executive Officer (resigned on 1 December 2024)
Mr. Vo Khanh Hung	Vice Chief Executive Officer
Mr. Nguyen Tuan Tu	Vice Chief Executive Officer (resigned on 21 August 2024)
Ms. Le Thi Thu Huong	Vice Chief Executive Officer
Mr. Hoang Dinh Tung	Vice Chief Executive Officer
Mr. Truong Dai Hoang	Vice Chief Executive Officer (appointed on 16 October 2024)

BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY

The Board of Management of the Corporation is responsible for preparing the consolidated financial statements, which give a true and fair view of the consolidated financial position of the Corporation as at 31 December 2024 and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting. In preparing these consolidated financial statements, the Board of Management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the consolidated financial statements;
- Prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the consolidated financial statements so as to minimize errors and frauds.

PETROVIETNAM OIL CORPORATION - JOINT STOCK COMPANY

PetroVietnam Tower, 1-5 Le Duan Street, Ben Nghe Ward, District 1
Ho Chi Minh City, Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT (Continued)

BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY (Continued)

The Board of Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the consolidated financial position of the Corporation and that the consolidated financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting. The Board of Management is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of Management confirms that the Corporation has complied with the above requirements in preparing these consolidated financial statements.

For and on behalf of the Board of Management,



Nguyen Dang Trinh
Chief Executive Officer

28 February 2025

No. 0542 /VN1A-HN-BC

INDEPENDENT AUDITORS' REPORT

**To: The Shareholders
The Board of Directors and Board of Management
PetroVietnam Oil Corporation – Joint Stock Company**

We have audited the accompanying consolidated financial statements of PetroVietnam Oil Corporation – Joint Stock Company (the "Parent Company") and its subsidiaries (the Parent Company and the subsidiaries are referred to as the "Corporation") prepared on 28 February 2025 as set out from page 5 to page 51, which comprise the consolidated balance sheet as at 31 December 2024, the consolidated income statement and the consolidated cash flow statement for year then ended, and a summary of significant accounting policies and other explanatory information.

Board of Managements' Responsibility for the Consolidated Financial Statements

The Board of Management of the Corporation is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting and for such internal control as the Board of Management determines is necessary to enable the preparation of the consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the consolidated financial statements 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 Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

INDEPENDENT AUDITORS' REPORT (Continued)

Basis for Qualified Opinion

As presented in Note 18 of the Notes to the consolidated financial statements, as at 31 December 2024, the Corporation's investment in PetroVietnam Biofuels Joint Stock Company ("PVB"), an associate of the Corporation, under equity method in the consolidated financial statements was VND 271,593,756,068 (as at 31 December 2023: VND 271,593,756,068) based on PVB's unaudited financial statements for the year ended 31 December 2022, which was prepared on the going concern basis. However, as of the date of these consolidated financial statements, Phu Tho Biofuel Plant project invested by PVB has been ceased and the Corporation has been working with the shareholders of PVB and relevant parties to execute a bankruptcy plan for PVB following legal regulations. We were unable to obtain sufficient appropriate audit evidence in relation to the Corporation's investment in PVB being accounted for the equity method in the Corporation's consolidated financial statements for the year ended 31 December 2023, which led to our qualified audit opinion on the consolidated financial statements for the year then ended. Based on the current available information, we were also unable to obtain sufficient appropriate audit evidence in relation to the Corporation's investment in PVB being accounted for the equity method in the Corporation's consolidated financial statements for the year ended 31 December 2024. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

Qualified Opinion

In our opinion, except for the effects of the matters described in the "Basis for Qualified Opinion" paragraph, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Corporation as at 31 December 2024, its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting.

Emphasis of Matter

As presented in Note 1, Note 2 and Note 7 of the Notes to the consolidated financial statements, the accompanying consolidated financial statements do not include adjustments (if any) related to the equitization settlement of PETEC Trading and Investment Corporation ("PETEC" - a subsidiary of Corporation) and the Parent Company - the Corporation by which PETEC and the Parent Company - the Corporation have not yet been approved by the authority for the equitization settlement at the date PETEC and the Parent Company - the Corporation officially transferred to be a joint stock company.

Our qualified audit opinion is not qualified in respect of this matter.

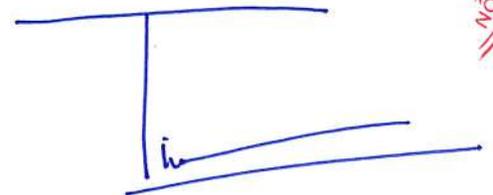


Bui Van Trinh
Audit Partner

Audit Practising Registration Certificate
No. 1808-2023-001-1

DELOITTE VIETNAM AUDIT COMPANY LIMITED

28 February 2025
Hanoi, S.R Vietnam



Ton That Tien
Auditor

Audit Practising Registration Certificate
No. 4326-2023-001-1

CONSOLIDATED BALANCE SHEET
As at 31 December 2024

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
A. CURRENT ASSETS	100		35,543,078,564,691	32,976,531,658,391
I. Cash and cash equivalents	110	4	4,123,668,695,965	5,377,029,776,926
1. Cash	111		2,757,928,959,997	4,278,603,473,270
2. Cash equivalents	112		1,365,739,735,968	1,098,426,303,656
II. Short-term financial investments	120		10,852,966,805,960	9,892,564,301,584
1. Trading securities	121		168,047	168,047
2. Provision for impairment of trading securities	122		(148,247)	(121,967)
3. Held-to-maturity investments	123	5	10,852,966,786,160	9,892,564,255,504
III. Short-term receivables	130		16,488,183,407,266	13,109,781,737,877
1. Short-term trade receivables	131	6	10,257,657,924,743	9,223,889,798,131
2. Short-term advances to suppliers	132		210,200,439,931	156,256,022,626
3. Other short-term receivables	136	7	6,851,993,590,990	4,551,330,075,728
4. Provision for short-term doubtful debts	137	8	(838,062,610,461)	(828,053,403,809)
5. Deficits in assets awaiting solution	139		6,394,062,063	6,359,245,201
IV. Inventories	140	9	3,540,185,208,884	4,171,177,245,517
1. Inventories	141		3,540,400,938,532	4,189,636,962,749
2. Provision for devaluation of inventories	149		(215,729,648)	(18,459,717,232)
V. Other short-term assets	150		538,074,446,616	425,978,596,487
1. Short-term prepayments	151	10	48,244,067,966	41,568,261,946
2. Value added tax deductibles	152	11	194,344,974,493	155,822,147,611
3. Taxes and other receivables from the State budget	153	12	295,485,404,157	228,588,186,930

The accompanying notes are an integral part of these consolidated financial statements

CONSOLIDATED BALANCE SHEET (Continued)
As at 31 December 2024

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
B. NON-CURRENT ASSETS	200		6,191,390,944,213	5,862,640,909,323
I. Long-term receivables	210		31,977,085,054	37,094,740,084
1. Long-term trade receivables	211	6	20,449,094,473	20,449,094,473
2. Long-term advances to suppliers	212		-	89,100,000
3. Other long-term receivables	216	7	31,611,665,054	36,705,252,084
4. Provision for long-term doubtful debts	219	8	(20,083,674,473)	(20,148,706,473)
II. Fixed assets	220		3,529,417,403,320	3,432,809,427,312
1. Tangible fixed assets	221	13	2,058,039,983,209	1,970,445,660,393
- Cost	222		7,068,968,725,573	6,740,111,646,579
- Accumulated depreciation	223		(5,010,928,742,364)	(4,769,665,986,186)
2. Finance lease assets	224	14	6,571,060,687	7,106,939,951
- Cost	225		8,551,263,997	8,530,631,135
- Accumulated depreciation	226		(1,980,203,310)	(1,423,691,184)
3. Intangible assets	227	15	1,464,806,359,424	1,455,256,826,968
- Cost	228		1,832,391,653,985	1,783,460,878,632
- Accumulated amortisation	229		(367,585,294,561)	(328,204,051,664)
III. Investment property	230	16	98,067,904,587	101,487,699,255
- Cost	231		139,193,437,163	139,193,437,163
- Accumulated depreciation	232		(41,125,532,576)	(37,705,737,908)
IV. Long-term assets in progress	240		208,531,485,428	186,957,586,512
1. Construction in progress	242	17	208,531,485,428	186,957,586,512
V. Long-term financial investments	250		707,543,604,915	709,602,391,419
1. Investments in joint-ventures, associates	252	18	640,875,493,556	642,590,776,373
2. Equity investments in other entities	253	19	108,911,654,132	108,911,654,132
3. Provision for impairment of long-term financial investments	254	19	(42,243,542,773)	(41,900,039,086)
VI. Other long-term assets	260		1,615,853,460,909	1,394,689,064,741
1. Long-term prepayments	261	10	1,615,832,097,273	1,394,007,466,235
2. Long-term reserved spare parts	263		21,363,636	21,363,636
3. Goodwill	269	20	-	660,234,870
TOTAL ASSETS (270=100+200)	270		41,734,469,508,904	38,839,172,567,714

The accompanying notes are an integral part of these consolidated financial statements

CONSOLIDATED BALANCE SHEET (Continued)

As at 31 December 2024

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	300		30,286,081,721,273	27,446,112,930,499
I. Current liabilities	310		29,952,500,030,911	27,144,353,193,886
1. Short-term trade payables	311	21	13,532,386,670,554	13,630,705,436,026
2. Short-term advances from customers	312		74,715,783,727	51,257,265,531
3. Taxes and amounts payable to the State budget	313	12	831,226,700,666	747,765,561,352
4. Payables to employees	314		307,706,829,468	319,832,549,640
5. Short-term accrued expenses	315	22	94,877,481,392	196,260,844,651
6. Short-term unearned revenue	318		13,431,228,603	10,941,235,534
7. Other current payables	319	23	7,624,488,086,822	5,153,463,733,043
8. Short-term loans and obligations under finance leases	320	24	7,423,447,631,211	6,966,663,180,400
9. Bonus and welfare funds	322		188,634,784,675	211,791,788,198
10. Price stabilization fund	323	25	(138,415,166,207)	(144,328,400,489)
II. Long-term liabilities	330		333,581,690,362	301,759,736,613
1. Long-term trade payables	331	21	618,584,000	-
2. Long-term unearned revenue	336		7,734,338,843	17,018,030,278
3. Other long-term payables	337		24,700,583,741	25,256,656,416
4. Long-term loans and obligations under finance leases	338	24	110,600,366,921	87,810,540,210
5. Deferred tax liabilities	341	26	182,828,528,032	170,277,647,967
7. Scientific and technological development fund	343		7,099,288,825	1,396,861,742
D. EQUITY	400		11,448,387,787,631	11,393,059,637,215
I. Owner's equity	410	27	11,448,387,787,631	11,393,059,637,215
1. Owner's contributed capital	411		10,342,295,000,000	10,342,295,000,000
2. Other owner's capital	414		23,612,446,327	23,612,446,327
3. Assets revaluation reserve	416		(163,981,446,150)	(163,981,446,150)
4. Foreign exchange reserve	417		(112,620,670,583)	(90,503,579,945)
5. Investment and development fund	418		248,191,611,116	237,911,815,985
6. Other reserves	420		25,872,097,529	20,536,409,008
7. Retained earnings	421		69,573,192,438	(6,190,291,640)
- (Losses) accumulated to the prior year end	421a		(257,014,772,452)	(463,375,937,854)
- Retained earnings of the current year	421b		326,587,964,890	457,185,646,214
8. Non-controlling interests	429	28	1,015,445,556,954	1,029,379,283,630
TOTAL RESOURCES (440=300+400)	440		41,734,469,508,904	38,839,172,567,714


Phung To Van
Preparer


Nguyen Ngoc Ninh
Chief Accountant


Nguyen Dang Trinh
Chief Executive Officer

28 February 2025

The accompanying notes are an integral part of these consolidated financial statements

CONSOLIDATED INCOME STATEMENT
For the year ended 31 December 2024

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01	31	124,468,577,433,501	102,672,062,635,968
2. Deductions	02	31	8,938,566,744	9,163,466,544
3. Net revenue from goods sold and services rendered (10=01-02)	10	31	124,459,638,866,757	102,662,899,169,424
4. Cost of goods sold and services rendered	11	32	120,320,303,001,607	98,809,408,624,268
5. Gross profit from goods sold and services rendered (20=10-11)	20		4,139,335,865,150	3,853,490,545,156
6. Financial income	21	34	674,301,503,214	864,619,513,234
7. Financial expenses	22	35	357,145,880,617	403,179,889,468
- In which: Interest expense	23		188,029,415,891	261,163,524,272
8. Share of net profit from joint-ventures, associates	24	18	14,247,712,497	10,470,110,673
9. Selling expenses	25	36	2,774,265,069,214	2,482,580,855,823
10. General and administration expenses	26	36	1,077,540,899,929	1,144,547,307,630
11. Operating profit (30=20+(21-22)+24-(25+26))	30		618,933,231,101	698,272,116,142
12. Other income	31	37	58,673,745,327	111,645,213,227
13. Other expenses	32	37	44,461,820,069	12,048,110,761
14. Profit from other activities (40=31-32)	40	37	14,211,925,258	99,597,102,466
15. Accounting profit before tax (50=30+40)	50		633,145,156,359	797,869,218,608
16. Current corporate income tax expense	51	38	146,891,912,999	176,873,163,608
17. Deferred corporate tax expense/(income)	52	26	11,821,159,043	(351,242,539)
18. Net profit after corporate income tax (60=50-51-52)	60		474,432,084,317	621,347,297,539
<i>In which:</i>				
18.1. Profit after tax attributable to Holding Company	61		411,034,698,303	562,630,233,292
18.2. Profit after tax attributable to non-controlling shareholders	62		63,397,386,014	58,717,064,247
19. Basic earnings per share	70	39	316	435

Phung To Van

Phung To Van
 Preparer

Nguyen Ngoc Ninh

Nguyen Ngoc Ninh
 Chief Accountant



Nguyen Dang Trinh

Nguyen Dang Trinh
 Chief Executive Officer

28 February 2025

CONSOLIDATED CASH FLOW STATEMENT
For the year ended 31 December 2024
(Under indirect method)

Unit: VND

ITEMS	Codes	Current year	Prior year
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit before tax	01	633,145,156,359	797,869,218,608
2. Adjustments for:			
Depreciation and amortisation of fixed assets and investment properties	02	307,066,321,875	303,622,705,334
Provisions	03	(7,956,282,965)	(56,502,267,412)
Foreign exchange losses arising from translating foreign currency items	04	46,415,942,466	45,420,732,635
(Gain) from investing activities	05	(563,081,493,118)	(718,218,114,434)
Interest expense	06	188,029,415,891	261,163,524,272
Other adjustments (i)	07	5,913,234,282	369,070,542,210
3. Operating profit before movements in working capital	08	609,532,294,790	1,002,426,341,213
Increases in receivables	09	(3,696,556,697,572)	(4,905,723,196,502)
Decrease/(increase) in inventories	10	649,236,024,217	(1,228,097,545,504)
Increases in payables (excluding accrued loan interest and corporate income tax payable)	11	2,248,841,692,917	5,506,909,012,148
Increases in prepaid expenses	12	(228,500,437,058)	(478,666,650,529)
Interest paid	14	(186,749,153,172)	(263,319,142,887)
Corporate income tax paid	15	(104,185,926,756)	(150,374,220,480)
Other cash outflows	17	(107,603,736,936)	(120,655,042,255)
Net cash used in operating activities	20	(815,985,939,570)	(637,500,444,796)
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets and other long-term assets	21	(399,194,445,239)	(418,981,814,129)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	4,138,329,212	12,836,755,454
3. Cash outflow for lending, buying debt instruments of other entities	23	(12,412,725,027,532)	(10,404,456,792,459)
4. Cash recovered from lending, selling debt instruments of other entities	24	11,449,322,496,876	8,178,423,764,697
5. Cash recovered from investments in other entities	26	-	33,139,404,640
6. Interest earned, dividends and profits received	27	751,059,775,118	553,227,443,825
Net cash used in investing activities	30	(607,398,871,565)	(2,045,811,237,972)

The accompanying notes are an integral part of these consolidated financial statements

CONSOLIDATED CASH FLOW STATEMENT (Continued)
For the year ended 31 December 2024
(Under indirect method)

Unit: VND

ITEMS	Codes	Current year	Prior year
III. CASH FLOWS FROM FINANCING ACTIVITIES			
1. Proceeds from borrowings	33	32,804,965,995,935	27,751,766,732,944
2. Repayment of borrowings	34	(32,325,320,093,339)	(23,462,907,365,897)
3. Repayment of obligations under finance leases	35	(1,353,779,754)	(1,970,051,401)
4. Dividends and profits paid	36	(229,693,261,285)	(221,231,579,160)
Net cash generated by financing activities	40	248,598,861,557	4,065,657,736,486
Net (decrease)/increase in cash (50=20+30+40)	50	(1,174,785,949,578)	1,382,346,053,718
Cash and cash equivalents at the beginning of the year	60	5,377,029,776,926	4,081,852,242,021
Effects of changes in foreign exchange rates	61	(39,319,025,940)	(45,680,498,673)
Exchange rate difference due to conversion of financial statement	62	(39,256,105,443)	(41,488,020,140)
Cash and cash equivalents at the end of the year (70=50+60+61+62)	70	4,123,668,695,965	5,377,029,776,926

- (i) Include the adjustments for interest on the negative balance of the Price Stabilization Fund as presented in Note 25 with the amounts of VND 5,913,234,282 (for the year ended 31 December 2023: nil).


Phung To Van
Preparer


Nguyen Ngoc Ninh
Chief Accountant


Nguyen Dang Trinh
Chief Executive Officer



28 February 2025

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

These notes are an integral part of and should be read in conjunction with the accompanying consolidated financial statements.

1. GENERAL INFORMATION**Structure of ownership**

PetroVietnam Oil Corporation - Joint Stock Company (the "Parent Company") and its subsidiaries (the Parent Company and the subsidiaries are referred to as the "Corporation"), formerly known as PetroVietnam Oil Corporation - One Member Limited Company, was incorporated in Vietnam as an independent accounting member of Vietnam Oil and Gas Group. As per Decision No. 1250/QĐ-DKVN dated 6 June 2008 issued by Vietnam Oil and Gas Group, the Holding company was established on the basis of consolidation of Petroleum Trading Company Limited and PetroVietnam Oil Processing and Distribution Company Limited (PDC).

PetroVietnam Oil Corporation - One Member Limited Company was granted Business Registration Certificate No. 4104005189 dated 26 June 2008 and the 16th amendment dated 16 January 2016. PetroVietnam Oil Corporation - One Member Limited Company officially started its operation from 1 July 2008 with the charter capital of VND 7,220,000,000,000. According to the 16th amended Business Registration Certificate dated 16 January 2016, the amended charter capital of PetroVietnam Oil Corporation - One Member Limited Company is VND 10,884,251,000,000.

From 01 August 2018, PetroVietnam Oil Corporation - One Member Limited Company officially transformed its operation model to a joint stock company with the name of PetroVietnam Oil Corporation - Joint Stock Company under the 17th amended Business Registration Certificate dated 1 August 2018 and the 20th updated amended Business Registration Certificate dated 03 December 2024. The charter capital of the Corporation after equitization is VND 10,342,295,000,000.

The Parent Company's shares have been approved for trading on the UPCoM market on 7 March 2018 with the stock code of OIL.

The number of employees of the Corporation (excluding its subsidiaries) as at 31 December 2024 was 685 (as at 31 December 2023: 683).

Principal activities

The principal activities of the Corporation:

- Trading of petroleum products: Trade and import/export of Ethanol products; Trade of oil products and crude oil domestically and overseas; Distribution and trading of oil products; Production of Ethanol products and oil products; Trade of jet fuel; Import/export of oil products and products made from oil/chemicals; Trade and import/export materials/equipment supporting processing and trading of oil products; Trade of materials/equipment/chemicals for production of oil products; Trade of fertilizers and petrochemical products.

- Services: Warehouse rental; Cars rental, other motor vehicles, oil depots, petrol stations, oil blending equipment system; Shipping agent; Ship brokerage and supply, transportation of crude oil and oil products; Operation of seaports and inland waterway ports; Supporting activities related to coastal, ocean transport and inland waterway transport; Operation of bus stations and car parks; Hotel business and tourism; Maintenance and repair of automobiles and other motor vehicles, motorcycles and motorbikes; Bidding consultation; Building of oil products storage tank system; Petroleum sampling, analysis and testing services; Advertise in oil depots, petrol stations and tank trucks.

Normal production and business cycle

The Corporation's normal production and business cycle is carried out for a time period of 12 months or less.

The Corporation's structure

The Corporation includes the Parent Company – the Corporation and 27 subsidiaries. Below is the list of the subsidiaries:

Name of Subsidiary	Place of incorporation & operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Principal Activity
PetroVietnam Oil Thanh Hoa One Member Co. Ltd (iii)	Thanh Hoa	100.00%	100.00%	Trade all types of petrol and oil; Do commercial business and commercial services; export and import; exploit and process mineral; and Real estate.
PetroVietnam Oil Lao Petroleum Domestic Trading Sole Co. Ltd	Laos	100.00%	100.00%	Retail oil and petrol and relevant products.
PetroVietnam Oil Lao Co. Ltd	Laos	100.00%	100.00%	Wholesale oil and petrol and relevant products.
PetroVietnam Oil Bac Lieu One Member Co. Ltd	Bac Lieu	100.00%	100.00%	Wholesale materials and others installation equipments for construction. Buy and sell petrol, oil and relevant products.
PetroVietnam Oil Transportation One Member Co. Ltd	Ho Chi Minh City	100.00%	100.00%	Transport goods by road. Wholesale solid & liquid fuels and gas. Retail engine fuels for specialized shops.
PetroVietnam Oil Tra Vinh One Member Co. Ltd	Tra Vinh	100.00%	100.00%	Trade petrol and oil, and consuming goods.
PetroVietnam Oil Binh Thuan JSC (ii)	Binh Thuan	95.26%	95.26%	Wholesale solid, liquid and gas fuels. Wholesale materials, and other installation equipments for construction. Transport goods by road.
Petec Trading and Investment Corporation (i)	Ho Chi Minh City	94.78%	95.09%	Export and import, organize channels of wholesaling petrol & oil; export and import entire equipment, machines and individual equipments; export and import fertilizer; provide maritime services.
Me Kong Petroleum JSC	Can Tho	89.37%	89.37%	Build gas and oil depots. Manufacture and trade oil and gas related products, export and import petroleum related products.
PetroVietnam Oil Cai Lan JSC	Quang Ninh	80.19%	80.19%	Provide warehouse and storage services. Wholesale solid & liquid fuels and relevant products. Transport goods through roadway and waterway.
PetroVietnam Oil Tay Ninh JSC (iv)	Tay Ninh	78.62%	78.62%	Wholesale solid & liquid fuels and gas and relevant products. Wholesale machines, equipment and other spare parts. Transport goods by domestic waterway.
PVOIL Mien Trung JSC	Quang Ngai	72.29%	72.29%	Wholesale solid & liquid fuels and gas and relevant products. Wholesale machines, equipment and other spare parts. Transport goods by domestic waterway.
Hai Phong PVOIL Petroleum JSC	Hai Phong	72.00%	72.00%	Wholesale solid & liquid fuels and gas and relevant products. Wholesale machines, equipments and other spare parts. Transport goods by domestic waterway.
PetroVietnam Oil Hanoi JSC	Hanoi	71.84%	71.84%	Trade petrol and oil and relevant products. Provide warehouse and port services. Transport goods.
Phu Tho PetroVietnam Oil JSC	Phu Tho	71.68%	71.68%	Wholesale solid & liquid fuels and gas and relevant products. Transport products of oil and gas.

**PETROVIETNAM OIL CORPORATION – JOINT STOCK COMPANY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

FORM B 09-DN/HN

Name of Subsidiary	Place of incorporation & operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Principal Activity
PetroVietnam Oil Thai Binh JSC	Thai Binh	68.00%	68.00%	Wholesale solid and liquid fuels and gas, relevant products. Build all kinds of houses.
PetroVietnam Oil Phu My JSC	Vung Tau	67.64%	67.64%	Wholesale and retail petrol and oil and relevant products. Manufacture and process fuel and solvent. Trade biofuels.
PetroVietnam Oil Phu Yen JSC	Phu Yen	67.13%	67.13%	Trade petrol and oil and other relevant products; trade gas. Transport goods.
PetroVietnam Oil Lube JSC	Ho Chi Minh City	62.66%	62.66%	Exploit, manufacture, transport, wholesale and retail products related to petrol, oil, and gas.
Sai Gon PetroVietnam Oil JSC (iv)	Ho Chi Minh City	65.18%	66.93%	Trade petrol and oil. Exploit raw oil. Provide supporting service of exploiting raw oil and natural gas. Produce basic chemicals.
PetroVietnam Oil Vung Tau JSC	Vung Tau	57.18%	57.18%	Wholesale and retail petrol and oil and relevant products. Produce and process fuels and solvent. Trade biofuels.
PetroVietnam Oil Nam Dinh JSC	Nam Dinh	56.75%	56,75%	Trade petroleum products. Agents that trade petrol and oil. Trade biofuels.
Vung Ang Petroleum JSC	Ha Tinh	56.50%	56.50%	Wholesale solid, liquid fuels and gas and relevant products. Store goods. Transport by domestic waterway.
Thu Duc Trading and Import Export JSC	Ho Chi Minh City	51.01%	51.01%	Trade petrol, oil, engine oil, spike. Trade and transport petrol & oil. Wholesale car and motor vehicles. Trade steels, iron and other construction materials.
Singapore International Oil Trading Co., Ltd	Oil Singapore	51.00%	51.00%	Trade crude oil and other international oil products. Participate in trading and providing crude oil in Vietnam.
Thai Binh Petroleum Services JSC	Thai Binh	51.00%	51.00%	Wholesale trade of mineral water.
PetroVietnam Oil Cambodia Public Limited Company	Cambodia	51.00%	51.00%	Under establishment

(i) As at 31 December 2024, the Corporation's equity investment in PETEC reported in its separate financial statements exceeded the capital contributions recorded and accounted for by PETEC by VND 111,225,298,544. The Board of Management of the Corporation believes that such difference will be cleared upon completion of PETEC's equitization finalization. Accordingly, the Board of Management decided to increase the charter capital of this subsidiary to eliminate the difference before the Corporation's consolidation reporting.

On 29 March 2021, the Vietnam Oil and Gas Group issued Resolution No. 1474/NQ-DKVN approving the policy on the Vietnam Gas Corporation - JSC ("PVGAS") receiving the transfer of all shares of the Corporation in PETEC Trading and Investment Corporation ("PETEC") from the Corporation. On 31 March 2021, the Vietnam Oil and Gas Group issued Official Letter No. 1574/DKVN-KTDT requesting the Representative of the Group's capital at PVGAS and the Corporation to report to the Prime Minister and advise to implement the next steps to ensure the interests of the Corporation and PVGAS. On 12 February 2025, the Vietnam Oil and Gas Group issued Resolution No. 1004/NQ-DKVN approving the guideline to stop the transfer of shares of the Corporation in PETEC to the Vietnam Gas Corporation – JSC ("PV GAS").

- (ii) On 1 July 2024, the Corporation completed the purchase of an additional 963,493 shares in PetroVietnam Oil Binh Thuan JSC, thereby increasing the Corporation's ownership ratio in this subsidiary to 95.26%.
- (iii) On 25 December 2024, the Board of Directors of the Corporation issued Resolution No. 93/NQ-DVN approving the 5-year production and business plan for the period from 2025 to 2029 and the plan to increase the charter capital of Thanh Hoa Petroleum One Member Co., Ltd. ("PVOIL Thanh Hoa"). Accordingly, the charter capital of PVOIL Thanh Hoa after increasing is VND 200,000,000,000 (current its charter capital is VND 97,205,000,000).
- (iv) On 10 June 2024, the Board of Directors of the Corporation issued Resolution No. 43/NQ-DVN approving the merger plan of PetroVietnam Oil Tay Ninh JSC and Sai Gon PetroVietnam Oil JSC. As of the date of these consolidated financial statements, these two companies are carrying out procedures to complete the above merger in accordance with current legal regulations.

List of associates:

Name of Associate	Place of incorporation & operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Principal Activity
Phu Yen Cashew JSC	Phu Yen	47.79%	47.79%	Produce and process agricultural products for exporting, etc.
Thach Han Trading JSC	Quang Tri	44.99%	44.99%	Trade petrol and oil, technological products, agricultural goods and food, etc.
Materials - Petroleum JSC	Ho Chi Minh City	44.87%	44.94%	Export and import petrol and oil. Transport goods.
PetroVietnam Biofuels JSC	Hanoi	39.76%	39.76%	Produce and trade biofuels.
PetroVietnam Central Biofuels JSC (i)	Quang Ngai	34.28%	34.28%	Produce and trade biofuels.
Petroleum Trading JSC	Ho Chi Minh City	29.00%	29.00%	Buy and sell equipment, spare parts, materials and petrochemicals.
Ninh Binh Petroleum JSC (ii)	Ninh Binh	20.26%	33.30%	Wholesale solid & liquid fuels and gas and relevant products. Prepare premises. Warehouse and goods storage. Transport goods along coastline and by ocean-going.

- (i) On 27 May 2024, the People's Court of Quang Ngai province issued Decision No. 01/2024/QD-MTTPS opening bankruptcy proceedings against Central Petroleum Biofuel Joint Stock Company.

- (ii) During the year, to meet the need for development investment capital, Ninh Binh Petroleum JSC increased its charter capital by an additional VND 30,000,000,000 through partial dividend in 2023 in shares with amount of VND 10,750,176,212 and at the same time issued additional shares from the development investment fund with an amount of VND 19,249,823,788.



List of joint ventures:

Name of Joint Venture	Place of incorporation & operation	Proportion of ownership interest (%)	Principal Activity
Orient Biofuels Co., Ltd	Binh Phuoc	30.20%	Manufacturing and trading chemical biofuels
PetroVietnam Oil Stockpile Co., Ltd	Ba Ria – Vung Tau	19.00%	Investment in building underground oil storage
VINA Plasticizers Chemical Co., Ltd	Dong Nai	15.00%	Manufacturing and trading plastic oil DOP

Disclosure of information comparability in the consolidated financial statements

Comparative figures are the figures of audited financial statements for the year ended 31 December 2023.

2. ACCOUNTING CONVENTION AND FINANCIAL YEAR

Accounting convention

The accompanying consolidated financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting.

The accompanying consolidated financial statements are not intended to present the consolidated financial position, consolidated results of operations and consolidated cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

Equitization finalization

The consolidated financial statements for the year ended 31 December 2024 do not include adjustments (if any) related to the finalization of equitization due to the fact that the Parent Company - the Corporation has not obtained approval for the equitization finalization at the official date of transformation into a joint stock company.

Financial year

The Corporation's financial year begins on 1 January and ends on 31 December.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Corporation in the preparation of these consolidated financial statements, are as follows:

Estimates

The preparation of the consolidated financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the consolidated balance sheet date and the reported amounts of revenues and expenses during the year. Although these accounting estimates are based on the Board of Management's best knowledge, actual results may differ from those estimates.

Basis of consolidation

The consolidated financial statements incorporate the separate financial statements of the Corporation as the Holding company and enterprises controlled by the Holding company (its subsidiaries) for the year ended 31 December 2024. Control is achieved where the Corporation has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used in line with those used by the Holding company - the Corporation.

Intragroup transactions and balances are eliminated in full on consolidation.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the original business combination and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiaries are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Business combinations

On acquisition, the assets and liabilities and contingent liabilities of a subsidiary are measured at their fair values at the date of acquisition. Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired is recognised as goodwill. Any deficiency of the cost of acquisition below the fair values of the identifiable net assets acquired is credited to profit and loss in the year of acquisition.

The non-controlling interests are initially measured at the non-controlling shareholders' proportion of the net fair value of the assets, liabilities and contingent liabilities recognised.

Investments in associates

An associate is an entity over which the Corporation has significant influence and that is neither a subsidiary nor an interest in joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control or joint control over those policies.

The results and assets and liabilities of associates are incorporated in these financial statements using the equity method of accounting. Interests in associates are carried in the consolidated balance sheet at cost as adjusted by post-acquisition changes in the Corporation's share of the net assets of the associate. Losses of an associate in excess of the Corporation's interest in that associate (which includes any long-term interests that, in substance, form part of the Corporation's net investment in the associate) are not recognised.

Where a group entity transacts with an associate of the Corporation, unrealised profits and losses are eliminated to the extent of the Corporation's interest in the relevant associate.

Investments in joint ventures

A joint venture is a contractual arrangement whereby the Corporation and other parties undertake an economic activity that is subject to joint control, i.e., the strategic financial and operating policy decisions relating to the activities require the unanimous consent of the parties sharing control.



Where a group entity undertakes its activities under joint venture arrangements directly, the Corporation's share of jointly controlled assets and any liabilities incurred jointly with other ventures are recognised in the financial statements of the relevant entity and classified according to their nature. Liabilities and expenses incurred directly in respect of interests in jointly controlled assets are accounted for on an accrual basis. Income from the sale or use of the Corporation's share of the output of jointly controlled assets, and its share of joint venture expenses, are recognised when it is probable that the economic benefits associated with the transactions will flow to/from the Corporation and their amount can be measured reliably.

Joint venture arrangements that involve the establishment of a separate entity (with or without a legal entity) in which each venturer has an interest are referred to as jointly controlled entities.

The Corporation reports its interests in jointly controlled entities with a legal entity using the equity method of accounting. Interests in joint ventures are carried in the consolidated balance sheet at cost as adjusted by post-acquisition changes in the Corporation's share of the net assets of the joint venture. Losses of an joint venture in excess of the Corporation's interest in that joint venture (which includes any long-term interests that, in substance, form part of the Corporation's net investment in the joint venture) are not recognised.

Any goodwill arising on the acquisition of the Corporation's interest in a jointly controlled entity is accounted for in accordance with the Corporation's accounting policy for goodwill arising on the acquisition of a subsidiary.

Goodwill

Goodwill represents the excess of the cost of acquisition over the Corporation's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of a subsidiary, associate or jointly controlled entity at the date of acquisition. Goodwill is recognised as an asset and is amortised on the straight-line basis over its estimated period of goodwill of 10 years.

Goodwill arising on the acquisition of associates and jointly controlled entities is included in the carrying amount of the associates and jointly controlled entities.

Goodwill arising on the acquisition of subsidiaries is presented separately as an asset in the consolidated balance sheet.

On disposal of a subsidiary, associate or jointly controlled entities, the attributable amount of unamortised goodwill is included in the determination of the profit or loss on disposal.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits, cash in transit and short-term, highly liquid investments (not exceeding 3 months) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Financial investments

Trading securities

Trading securities are those the Corporation holds for trading purpose. Trading securities are recognised from the date the Corporation obtains the ownership of those securities and initially measured at the fair value of payments made at the transaction date plus directly attributable transaction costs.

In subsequent years, investments in trading securities are measured at cost less provision for impairment of such investments.

Provision for impairment of investments in trading securities is made in accordance with prevailing accounting regulations.

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Corporation has the positive intent or ability to hold to maturity, including term deposits.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the consolidated income statement on accrual basis.

Held-to-maturity investments are measured at cost less provision for impairment of held-to-maturity investments.

Provision for impairment of held-to-maturity investments is made in accordance with prevailing accounting regulations.

Equity investments in other entities

Equity investments in other entities represent the Corporation's investments in ordinary shares of the entities over which the Corporation has no control, joint control, or significant influence.

Equity investments in other entities are carried at cost less provision for impairment. Provision for impairment of equity investments in other entities is made in accordance with prevailing accounting regulations. Provisions for impairment of these investments are made when there is reliable evidence for declining in value of these investments at the consolidated balance sheet date.

The Corporation's share of the net accumulative profit of the investees after acquisition is recognised in the separate income statement. Other distributions received other than such profit share are deducted from the cost of the investments as recoverable amounts.

Receivables

Receivables represent the amounts recoverable from customers or other debtors. Receivables are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost for trading activities comprises cost of purchases and other directly attributable expenses that have been incurred in bringing the inventories to their present location and condition. Cost for produced inventory comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Inventories are accounted for under a perpetual system. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows current prevailing accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the consolidated balance sheet date.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

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The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working conditions and locations for their intended use. The costs of tangible fixed assets formed from construction investment by contractual mode or self-construction, or self-generating process are the settled costs of the invested construction projects in accordance with the prevailing State's regulations on investment and construction management, directly-related expenses and registration fee (if any). In the event the construction project has been completed and put into use, but the settled costs thereof have not been approved, the cost of tangible fixed assets is recognized at the estimated cost based on the actual cost incurred. The estimated cost are adjusted according to the settled costs approved by competent authorities.

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

	<u>Years</u>
Buildings and structures	5 - 50
Machinery and equipment	3 - 20
Motor vehicles and transmission equipment	6 - 30
Office equipment	3 - 10
Others	4 - 7

Tangible fixed assets of the Corporation were revalued when the equitization was performed. The cost and accumulated depreciation of tangible fixed assets are adjusted based on the revaluation value approved by competent authorities as regulated.

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between the net proceeds from sales or disposals of assets and their carrying amount and is recognised in the consolidated income statement.

Leasing

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

The Corporation as lessor

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are recognised on a straight-line basis over the lease term.

The Corporation as lessee

Assets held under finance leases are recognised as assets of the Corporation at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the consolidated balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the Corporation's general policy on borrowing costs (see below).

Leases where substantially all the rewards and risks of ownership of assets remain with the leasing company are accounted for as operating leases. Rentals payable under operating leases are charged to the consolidated income statement on a straight-line basis over the term of the relevant lease. Benefits received and receivable as an incentive to enter into an operating lease are also spread on a straight-line basis over the lease term.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives, as follows:

	<u>Years</u>
Motor vehicles	4 - 10

Intangible assets and amortisation

Intangible assets represent land use rights, computer software and other intangible assets that are stated at cost less accumulated amortisation.

Indefinite-term land use rights are not amortised. Finite-term land use rights are amortised over the duration specified in the land use right certificate.

Computer software is amortised using the straight-line method over a period from 3 to 5 years.

Intangible fixed assets of the Corporation are revaluated at the time of equitization. Their cost and accumulated amortisation are adjusted to the revaluation values approved by competent authorities in accordance with legal regulations.

Construction in progress

Properties in the course of construction for production, rental and administrative purposes or for other purposes are carried at cost includes any costs that are necessary to form the asset including construction cost, equipment cost and other directly attributable costs in accordance with the Corporation's accounting policy. Such costs will be included in the estimated costs of the fixed assets (if settled costs have not been approved) when they are put into use.

According to the State's regulations on investment and construction management, the settled costs of completed construction projects are subject to approval by appropriate level of competent authorities. The final costs of these completed construction projects may vary depending on the final approval by competent authorities.

Investment properties

Investment properties are composed of buildings and structures held by the Corporation to earn rentals which are stated at cost less accumulated depreciation. The costs of purchased investment properties comprise their purchase prices and any directly attributable expenditures, such as professional fees for legal services, property transfer taxes and other related transaction costs. Investment properties are depreciated using the straight-line method over their estimated useful lives.

Prepayments

Prepayments comprise prepaid office rental, land rental, asset rental, brand name and geographical location advantages and other types of prepayments.

Land rental, office rental, asset rental represents rentals that have been paid in advance. Prepaid rentals are charged to the consolidated income statement using the straight-line method over the rental term.

Brand name and geographical location advantages represent brand name and geographical location advantages from renting land that do not meet the conditions to be recognised as intangible assets and are charged to the consolidated income statement using the straight-line method over the remaining land lease period or the useful life of fixed assets on the land.

Other types of prepayments comprise ground leveling costs, costs of tools and supplies issued for consumption, repair and maintenance expenses awaiting allocation and other expenses which are expected to provide future economic benefits to the Corporation. These expenditures are charged to the consolidated income statement using the straight-line method over the estimated useful life and in accordance with the current prevailing accounting regulations.

Payable provisions

Payable provisions are recognised when the Corporation has a present obligation as a result of a past event, and it is probable that the Corporation will be required to settle that obligation. Provisions are measured at the Board of Management's best estimate of the expenditure required to settle the obligation as at the consolidated balance sheet date.

Petroleum price stabilization fund

The petroleum price stabilization fund is appropriated and used in accordance with the guidelines in Decree No. 83/2014/ND-CP dated 3 September 2014 ("Decree 83") on petrol and oil trading; Decree No. 95/2021/ND-CP dated 1 November 2021 ("Decree 95") which amends and supplements several articles of Decree No. 83; Decree No. 80/2023/ND-CP dated 17 November 2023 amending and supplementing a number of articles of the Government's Decree No. 95 and Decree No. 83 on petrol and oil trading; Circular No. 103/2021/TT-BTC ("Circular 103") issued by the Ministry of Finance on 18 November 2021 providing guidance on methods of appropriation, utilisation and management of the petroleum price stabilization fund.

The petroleum price stabilization fund is appropriated by a particular amount which is fixed in the base price of each litre of petroleum sold and determined as a cost item in the base price structure in accordance with prevailing regulations.

The petroleum price stabilization fund is utilized according to directives issued by the Ministry of Industry and Trade in each year. The utilization of the petroleum price stabilization fund is based on actual consumption volumes, multiplied by the usage rate per liter of petroleum as regulated by the Ministry of Industry and Trade.

Unearned revenue

Unearned revenue is the amounts received in advance relating to results of operations of for multiple financial years for services or products that have been yet provided or delivered. The Corporation recognizes unearned revenue in proportion to its obligations that the Corporation will have to perform in the future. When the revenue recognition conditions are satisfied, unearned revenue will be recognized in the consolidated income statement for the period corresponding to the portion that meets the revenue recognition conditions.

Science and technology development fund

The Science and Technology Development Fund is appropriated to retain investment sources for the Corporation's scientific and technological activities. The fund is established on the basis of a maximum appropriation of 10% from corporate taxable income and is recorded as operating expenses in the consolidated financial statements.

Revenue recognition

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

- (a) The Corporation has transferred to the buyer the significant risks and rewards of ownership of the goods;
- (b) The Corporation retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- (c) The amount of revenue can be measured reliably;
- (d) It is probable that the economic benefits associated with the transaction will flow to the Corporation; and
- (e) The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- (a) The amount of revenue can be measured reliably;
- (b) It is probable that the economic benefits associated with the transaction will flow to the Corporation;
- (c) The percentage of completion of the transaction at the consolidated balance sheet date can be measured reliably; and
- (d) The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the applicable interest rate.

Dividend income from investments is recognised when the Corporation's right to receive payment has been established.

Sales deductions

Sales deductions include trade discounts and sales returns.

Sales deductions incurred in the same year of the related revenue from sales of products, goods and rendering of services are recorded as a deduction from the revenue of that year. In case that sales deductions for sales of products, goods or rendering of services sold in the year incurred after the consolidated balance sheet date but before the issuance of the consolidated financial statements, the Corporation recorded as revenue deductions for the year.

Foreign currencies

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the consolidated balance sheet date are retranslated at the exchange rates of Joint Stock Commercial Bank for Foreign Trade of Vietnam on the same date. Exchange differences arising from the translation of these accounts are recognised in the consolidated income statement.

According to Official Letter No. 4360/DKVN-TCKT dated 30 June 2015 and Official Letter No. 3124/DKVN-TCKT dated 13 May 2015 of Vietnam Oil and Gas Group, the Corporation applied the buying exchange rate issued by Joint Stock Commercial Bank for Foreign Trade of Vietnam for converting the foreign currency items as at 31 December 2024. This exchange rate is different from that prescribed in Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance guiding the enterprise accounting regime ("Circular 200"). According to the Board of Management, this difference does not materially affect the Corporation's consolidated financial statements for the year ended 31 December 2024.

For the purpose of presenting consolidated financial statements, the assets and liabilities of the Corporation's foreign operations (including comparatives) are translated to reporting currency using exchange rates prevailing on the consolidated balance sheet date. Income and expense items (including comparatives) are translated at the average exchange rates for the year, unless exchange rates fluctuate significantly during that year, in which case the exchange rates at the dates of the transactions are used. Exchange differences arising, if any, are classified as equity and transferred to the "Foreign exchange difference" item. Such translation differences are recognised in profit or loss in the year in which the foreign operation is disposed of.

Goodwill and fair value adjustments arising from the Corporation's foreign operations are treated as assets and liabilities of the foreign operation and translated at the consolidated balance sheet rate.

Borrowing costs

Borrowing costs are recognised in the consolidated income statement in the year when incurred unless they are capitalised in accordance with Vietnamese Accounting Standard No. 16 “Borrowing costs”. Accordingly, borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the cost of those assets. For specific borrowings for the purpose of construction of fixed assets and investment properties, borrowing costs are capitalised even when the construction period is under 12 months.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the consolidated income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset is realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Corporation intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities’ examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

4. CASH AND CASH EQUIVALENTS

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
Cash on hand	31,588,650,367	72,621,067,792
Bank demand deposits (i)	2,724,883,847,192	4,201,143,839,926
Cash in transit	1,456,462,438	4,838,565,552
Cash equivalents (i)	1,365,739,735,968	1,098,426,303,656
	<u><u>4,123,668,695,965</u></u>	<u><u>5,377,029,776,926</u></u>

- (i) As at 31 December 2024, cash equivalents represent term deposits with original terms of less than 3 months at banks and have interest rates ranging from 0.5% p.a. to 4.7% p.a. (as at 31 December 2023: from 0.5% p.a. to 3.95% p.a.).

As at 31 December 2024, cash and cash equivalents include demand deposits of VND 2,903,500,663 and USD 3,776,074 (as at 31 December 2023: VND 2,603,571,374 and USD 3,776,074) and deposits of VND 1,099,909,463 (as at 31 December 2023: VND 1,014,000,000) with original maturity of less than 3 months ("cash equivalents"); held-to-maturity investments include term deposits in the amount of VND 275,066,236,997 (as at 31 December 2023: VND 275,033,236,997) with original maturity from 6 to 12 months (as presented in Note 5) at Ocean Commercial Joint Stock Bank (currently known as Modern Bank of Vietnam Limited – "MBV"). Such deposits have been frozen under Directive No. 600/2015/CT-TGD dated 13 February 2015 issued by Oceanbank on the suspension of payment services for the business entities of Vietnam Oil and Gas Group to review and evaluate the payment records of customers. Currently, MBV has been transferred under compulsory acquisition by Military Commercial Joint Stock Bank ("MB"), which owns 100% of MBV's charter capital according to the decision of the State Bank of Vietnam; accordingly, the Corporation's Board of Management has assessed and believes that these deposits will be unfrozen in the coming time.

5. **SHORT-TERM HELD-TO-MATURITY FINANCIAL INVESTMENTS**

The held-to-maturity investments represent the amounts of time deposits at banks in VND with original terms of more than 3 months and less than 12 months and have interest rate ranging from 2.9% p.a. to 9.0% p.a. (as at 31 December 2023: from 3.5% p.a. to 9.0% p.a.).

6. **TRADE RECEIVABLES**

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
a. Short-term trade receivables		
Binh Son Refining and Petrochemical JSC (i)	6,255,007,763,231	4,242,042,358,563
PNX Petroleum Singapore Pte Ltd	599,684,494,293	-
Ninh Binh Petroleum JSC	591,470,835,986	460,013,128,406
PTT (Lao) Co., Ltd	201,371,658,500	245,629,689,398
Vitol Asia Pte Ltd	-	630,008,252,994
BCP Trading Pte Ltd	-	609,579,724,449
Others	<u>2,610,123,172,733</u>	<u>3,036,616,644,321</u>
	<u>10,257,657,924,743</u>	<u>9,223,889,798,131</u>
b. Long-term trade receivables		
Tan Dinh Phong Manufacturing and Commercial Export & Import Co., Ltd	12,839,699,605	12,839,699,605
Huong Giang Co., Ltd	6,315,000,000	6,315,000,000
Others	<u>1,294,394,868</u>	<u>1,294,394,868</u>
	<u>20,449,094,473</u>	<u>20,449,094,473</u>
<i>In which: Trade receivables from related parties (Details stated in Note 41)</i>	6,988,558,288,447	4,809,534,311,544

- (i) Closing balance represents the entrustment fee and crude oil receivables for conducting purchase, import activities and sale which were entrusted by Binh Son Refining and Petrochemical JSC.



7. OTHER RECEIVABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
a. Other short-term receivables		
Collection and payment on behalf of entrusted crude oil imports and exports	5,916,277,104,445	3,434,328,909,160
Other receivables from Vietnam Oil and Gas Group:	172,131,795,269	172,131,795,269
- Other receivables from Vietnam Oil and Gas Group (i)	169,785,513,359	169,785,513,359
- Profit temporarily distributed to Vietnam Oil and Gas Group	2,346,281,910	2,346,281,910
Special consumption taxes awaiting deduction, and environmental protection tax and special preferential import tariffs awaiting returns (ii)	157,004,568,727	110,692,217,362
Receivables related to equitization (iii)	6,253,479,545	6,253,479,545
BCC Contract No. 13/2021/PVGAS/TT-PVOIL/D4 (iv)	90,764,719,853	305,514,166,317
Other short-term receivables	509,561,923,151	522,409,508,075
	<u>6,851,993,590,990</u>	<u>4,551,330,075,728</u>
b. Other long-term receivables		
Receivables related to transfer of Petroland project	7,729,035,600	14,335,482,200
Long-term deposits	19,529,429,090	17,885,233,800
Ba Tri - Ben Tre Fishing Port	3,999,829,019	4,098,839,219
Other long-term receivables	353,371,345	385,696,865
	<u>31,611,665,054</u>	<u>36,705,252,084</u>

*In which: Other receivables from related parties
 (Details stated in Note 41)* 2,998,894,316,710 3,056,532,564,106

- (i) Other receivables from Vietnam Oil and Gas Group include an accumulated loss of VND 169,785,513,359 from 30 June 2010 to 18 May 2011 incurred by Petec Trading and Investment Corporation ("PETEC" – the Corporation's subsidiary) when PETEC was officially transformed into a joint stock company. Such receivable amount represents the State-owned capital contributions to PETEC as at 18 May 2011 whose finalization has not been approved the equitization settlement by the Vietnam Oil and Gas Group and competent authorities.
- (ii) Represents deductible special consumption taxes on condensate materials and blending products, and environmental protection tax and special preferential import tariffs which are refundable from the State budget.
- (iii) Represents expenses related to equitization. Such value may be subject to adjustment upon the final approval of competent authorities.
- (iv) Represents the receivable related to Business Cooperation Contract no. 13/2021/PVGAS/TT-PVOIL/D4 ("Business Cooperation Contract" or "BCC") dated 21 January 2021 between the Corporation and PetroVietnam Gas Joint Stock Corporation ("PVGAS") to carry out economic activities together but do not form an independent legal entity. This activity is jointly controlled by the parties under the agreement of the BCC in the form of profit sharing after tax. According to the agreement between the parties, the Corporation is authorized to manage and operate the project as well as to record business results of the BCC and distribute profit after tax to the Corporation and PVGAS at the rate of 65% and 35%, respectively. Details of other short-term receivables relating to BCC are as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Other receivables related to the implementation of BCC	90,300,570,048	298,128,407,135
Profit sharing after tax from business results of BCC (*)	464,149,805	7,385,759,182
	<u>90,764,719,853</u>	<u>305,514,166,317</u>

(*) During the year, the profit after tax corresponding to the proportion that PVOIL benefits from BCC is VND 464,149,805 (for the year ended 31 December 2023: VND 35,778,036,715), in which the outstanding balance related to the profit sharing after tax from business results of BCC as at 31 December 2024 is VND 464,149,805 (as at 31 December 2023: VND 7,385,759,182).

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8. BAD DEBTS

Items	Closing balance		Opening balance	
	Cost	VND Recoverable amount	Cost	VND Recoverable amount
Northern Petroleum and Gas JSC	124,164,578,894	-	124,164,578,894	-
Tien Phong Petrol Investment and Development JSC	118,524,357,430	-	118,524,357,430	-
Quang Dong Transportation Trading JSC	87,946,610,123	-	87,946,610,123	-
Phu Lam Investment JSC	77,865,356,829	-	77,865,356,829	-
Vietnam International Petroleum JSC	69,438,325,811	-	69,438,325,811	-
Vu Anh Petroleum Trading JSC	43,257,741,001	-	43,257,741,001	-
Song Phat JSC	26,371,285,621	-	26,371,285,621	-
Orient Oil and Gas Joint Stock Company	20,056,024,362	4,118,432,035	20,056,024,362	8,765,142,821
Cam Giang Investment and Development JSC	20,010,740,366	-	20,010,740,366	-
Cai Lan Ship Industry Co., Ltd	19,576,761,700	-	19,576,761,700	-
Tan Dinh Phong Export Import Trading and Manufacturing Co., Ltd	12,839,699,605	-	12,839,699,605	-
Anh Thuy Petroleum Service Trading Co., Ltd	12,047,043,901	-	12,047,043,901	-
Orient Petrochemical and Biofuels Co., Ltd	9,996,785,688	-	9,996,785,688	-
Ninh Binh Petroleum Service and Trading Co., Ltd	8,906,024,795	-	8,906,024,795	-
Nam Song Hau Petrochemical Trading JSC	7,799,179,244	-	7,799,179,244	-
1932 Service and Trading Construction Co., Ltd	6,875,172,043	-	6,875,172,043	-
Huong Giang Co., Ltd	6,315,000,000	-	6,315,000,000	-
Thanh Phat Transportation JSC	4,270,513,122	-	4,270,513,122	-
Kien Giang Petroleum JSC	3,312,890,390	-	3,312,890,390	-
PetroVietnam Exploration Production Corporation	3,681,404,379	3,681,404,379	3,681,404,379	3,681,404,379
Phuong Hoang Commercial JSC	3,287,903,374	-	3,287,903,374	-
Hong Viet Petroleum Trading and Investment JSC	3,145,082,500	-	3,145,082,500	-
Blue Star Industry Co., Ltd	2,700,000,000	-	2,700,000,000	2,700,000,000
Trung Kien Investment and Commercial services JSC	6,101,538,587	-	6,101,538,587	-
Thanh Trang Trading Co., Ltd	5,341,563,413	-	5,341,563,413	-
Ngoc Tam Co., Ltd	3,895,619,604	-	3,895,619,604	-
Hung Yen General Materials Joint Stock Company	3,305,302,689	-	3,305,302,689	-
Others	161,237,609,738	11,713,252,748	160,257,389,803	17,683,560,257
	872,270,115,209	19,513,089,162	871,289,895,274	32,830,107,457

Vietnamese Accounting Standards as well as current prevailing regulations provide no detailed guidance on the determination of the recoverable amount of receivables. Accordingly, as at 31 December 2024, the Board of Management of the Corporation prudently assessed and determined the recoverable amount of receivables as follows:

- The recoverable amount of receivables without collateral is determined based on their book value less provision for doubtful debts that had been made.
- For receivables having collateral value higher than their book value, the recoverable amount is determined based on the historical cost of the receivables. For receivables having collateral valued lower than their book value, the recoverable value is determined by the book value less the total of collateral value and provision for doubtful debts.

9. INVENTORIES

	Closing balance		Opening balance	
	Cost	VND Provision	Cost	VND Provision
Goods in transit	624,121,171,486	-	645,153,007,290	-
Raw materials	286,399,032,483	-	420,816,460,295	-
Tools and supplies	13,472,832,540	-	13,421,993,904	-
Work in progress	-	-	75,615,847	-
Finished goods	211,316,364,199	-	110,478,034,254	-
Merchandise	2,405,091,537,824	(215,729,648)	2,999,691,851,159	(18,459,717,232)
	3,540,400,938,532	(215,729,648)	4,189,636,962,749	(18,459,717,232)

As at 31 December 2024, the Board of Management of the Corporation assessed net realizable value of inventories and made provision with amount of VND 215,729,648 (as at 31 December 2023: VND 18,459,717,232) for inventories whose realizable value is lower than cost as at the reporting date. During the year, the Corporation reversed the provision for devaluation of inventories with the amount of VND 18,243,987,584 (for the year ended 31 December 2023: reversed VND 20,083,032,446).

10. PREPAYMENTS

	Closing balance	Opening balance
	VND	VND
a. Current		
Fixed assets operating leases	9,568,341,853	15,369,350,647
Tools and supplies	12,533,415,048	6,522,478,246
Insurance expense	7,588,462,217	7,360,988,821
Other current prepayments	18,553,848,848	12,315,444,232
	48,244,067,966	41,568,261,946
b. Non-current		
Operating leases	762,857,109,159	653,328,157,789
Brand name and geographical location advantages (i)	481,015,011,288	434,343,655,420
Ground leveling costs	16,112,061,706	16,720,064,038
Tools and supplies awaiting allocation	30,402,697,463	48,413,163,942
Repair and maintenance expenses awaiting allocation	86,737,619,564	51,974,389,091
Other non-current prepayments	238,707,598,093	189,228,035,955
	1,615,832,097,273	1,394,007,466,235

- (i) Includes the value of brand name and geographical location advantages for land leased with annual payment which was included in the enterprise valuation of PETEC Trading and Investment Corporation (“PETEC” – a subsidiary of the Corporation) when being equitized on 18 May 2011 with the total amount of VND 136,404,825,769 as at 31 December 2024 (as at 31 December 2023: VND 142,558,494,871).

11. VALUE ADDED TAX DEDUCTIBLES

Value added tax deductibles of the Corporation as at 31 December 2024 represent the portion of the input value added tax of the Corporation that has not been deducted. The deduction of this tax portion in the subsequent year will be subject to the declaration of the Corporation, the inspection and approval of the local tax authorities.



12. TAXES AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE BUDGET

	Opening balance	Payable	Paid	Closing balance
	VND	during the year	during the year	VND
Tax receivables from the State budget				
Value added tax on domestic goods	225,414,490	224,614,490	-	800,000
Special consumption tax	199,847,125,642	-	77,386,766,023	277,233,891,665
Corporate income tax	25,510,259,664	11,932,233,568	2,483,441,932	16,061,468,028
Personal income tax	590,926,190	2,748,311,344	3,605,646,091	1,448,260,937
Land & housing tax, land rental	1,759,156,629	5,772,190,481	4,717,319,300	704,285,448
Other taxes	655,304,315	655,304,315	36,698,079	36,698,079
	228,588,186,930	21,332,654,198	88,229,871,425	295,485,404,157
Tax payables to the State budget				
Value added tax on domestic goods	747,100,061,477	11,254,125,500,972	11,170,664,790,658	830,560,771,791
Value added tax on imported goods	80,010,154,541	1,322,179,138,420	1,342,770,046,888	59,419,246,073
Export and import duties	-	1,647,122,217,321	1,647,122,217,321	-
Special consumption tax	-	342,890,966,513	342,890,966,513	-
Corporate income tax	27,602,069,930	132,282,432,179	132,282,432,179	-
Personal income tax	10,530,101,707	134,727,573,485	101,702,484,824	60,627,158,591
Natural resource tax	32,010,000	65,533,765,436	67,020,400,725	9,043,466,418
Land & housing tax, land rental	-	519,127,500	517,502,500	33,635,000
Environmental protection tax	628,444,293,608	67,520,198,057	67,520,198,057	-
Business license tax	-	7,523,804,744,862	7,454,060,110,649	698,188,927,821
Other taxes	481,431,691	744,031,466	744,031,466	-
		16,801,305,733	14,034,399,536	3,248,337,888
Other payables				
Charges and fees	665,499,875	394,594,152,896	394,593,723,896	665,928,875
	665,499,875	394,594,152,896	394,593,723,896	665,928,875
	747,765,561,352	11,648,719,653,868	11,565,258,514,554	831,226,700,666

In which: details of the receivables/payables to the foreign tax authority are as follows:

Tax receivables	-	-	-	-
Tax payables	19,338,143,365	1,360,348,385,573	1,347,389,096,126	32,297,432,812

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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13. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures	Machinery and equipment	Motor vehicles, transmission equipment	Office equipment	Others	Total
	VND	VND	VND	VND	VND	VND
COST						
Opening balance	4,586,955,350,004	1,446,525,777,948	537,394,987,281	128,294,214,908	40,941,316,438	6,740,111,646,579
Additions	34,207,580,425	45,425,239,205	136,014,994,245	17,182,646,620	816,977,940	233,647,438,435
Transfer from construction in progress	83,191,353,164	18,668,319,037	16,048,905,567	4,992,577,045	-	122,901,154,813
Reclassification	(2,104,631,859)	-	-	-	-	(2,104,631,859)
Disposals	(5,218,165,418)	(4,461,812,719)	(8,319,280,393)	(260,176,182)	-	(18,259,434,712)
Difference due to financial statements conversion	(197,681,976)	(173,288,104)	(36,909,219)	153,062,143	(12,347,536)	(267,164,692)
Others	(1,722,842,504)	(5,725,330,713)	1,606,787,925	(858,890,910)	(360,006,789)	(7,060,282,991)
Closing balance	4,695,110,961,836	1,500,258,904,654	682,709,485,406	149,503,433,624	41,385,940,053	7,068,968,725,573
ACCUMULATED DEPRECIATION						
Opening balance	3,120,706,382,336	1,129,884,396,428	387,196,420,211	93,132,703,589	38,746,083,622	4,769,665,986,186
Charge for the year	159,460,503,372	54,765,400,900	32,341,974,917	13,066,537,292	1,629,012,140	261,263,428,621
Disposals	(3,818,155,883)	(4,411,187,574)	(8,291,271,134)	(260,176,182)	-	(16,780,790,773)
Difference due to financial statements conversion	(172,004,857)	(147,018,006)	(36,909,190)	95,571,847	(11,910,625)	(272,270,831)
Others	(5,428,636,550)	(2,298,746,686)	5,383,339,466	(603,567,069)	-	(2,947,610,839)
Closing balance	3,270,748,088,418	1,177,792,845,062	416,593,554,270	105,431,069,477	40,363,185,137	5,010,928,742,364
NET BOOK VALUE						
Opening balance	1,466,248,967,668	316,641,381,520	150,198,567,070	35,161,511,319	2,195,232,816	1,970,445,660,393
Closing balance	1,424,362,873,418	322,466,059,592	266,115,931,136	44,072,364,147	1,022,754,916	2,058,039,983,209

The cost of the Corporation's tangible fixed assets as at 31 December 2024 includes about VND 1,572,424,430,610 (as at 31 December 2023: VND 1,452,608,385,514) of assets that have been fully depreciated but are still in use.

As stated in Notes 24, the carrying amount of tangible fixed assets used as collateral for loans as at 31 December 2024 was VND 234,386,779,433 (as at 31 December 2023: VND 222,467,919,350).

14. INCREASES, DECREASES IN FINANCIAL LEASE ASSETS

	<u>Motor vehicles</u> VND
COST	
Opening balance	8,530,631,135
Additions	1,282,154,680
Reduction due to acquisition of finance lease fixed assets	<u>(1,261,521,818)</u>
Closing balance	<u>8,551,263,997</u>
ACCUMULATED DEPRECIATION	
Opening balance	1,423,691,184
Charge for the period	949,889,904
Reduction due to acquisition of finance lease fixed assets	<u>(393,377,778)</u>
Closing balance	<u>1,980,203,310</u>
NET BOOK VALUE	
Opening balance	<u>7,106,939,951</u>
Closing balance	<u>6,571,060,687</u>

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15. INCREASES, DECREASES IN INTANGIBLE ASSETS

	Land use rights VND	Computer software VND	Others VND	Total VND
COST				
Opening balance	1,661,323,055,691	120,164,151,473	1,973,671,468	1,783,460,878,632
Additions	-	13,376,150,000	-	13,376,150,000
Transfer from construction in progress	-	13,620,500,000	6,949,951,581	20,570,451,581
Reclassification to prepaid expenses	15,448,786,571	-	-	15,448,786,571
Disposals	(1,074,131,844)	-	-	(1,074,131,844)
Difference due to financial statements conversion	(68,026,636)	-	-	(68,026,636)
Others	1,150,992,784	(473,447,103)	-	677,545,681
Closing balance	1,676,780,676,566	146,687,354,370	8,923,623,049	1,832,391,653,985
ACCUMULATED AMORTISATION				
Opening balance	245,229,697,298	81,745,547,645	1,228,806,721	328,204,051,664
Charge for the year	28,930,267,047	11,615,495,314	227,211,451	40,772,973,812
Others	(1,353,690,078)	(38,040,837)	-	(1,391,730,915)
Closing balance	272,806,274,267	93,323,002,122	1,456,018,172	367,585,294,561
NET BOOK VALUE				
Opening balance	1,416,093,358,393	38,418,603,828	744,864,747	1,455,256,826,968
Closing balance	1,403,974,402,299	53,364,352,248	7,467,604,877	1,464,806,359,424

The cost of the Corporation's intangible fixed assets as at 31 December 2024 includes about VND 19,718,901,571 (as at 31 December 2023: VND 19,327,502,663) of assets that have been fully amortised but are still in use.

As stated in Note 24, as at 31 December 2024, the Corporation and subsidiaries' land use rights whose net book value amounted to VND 213,785,484,305 are used to secure bank loans (as at 31 December 2023: VND 246,860,787,146).

16. INCREASES, DECREASES IN INVESTMENT PROPERTIES

INVESTMENT PROPERTY HELD TO EARN RENTALS

	Buildings and structures	Others	Total
	VND	VND	VND
COST			
Opening balance and closing balance	138,543,596,361	649,840,802	139,193,437,163
ACCUMULATED DEPRECIATION			
Opening balance	37,055,897,106	649,840,802	37,705,737,908
Charge for the year	3,419,794,668	-	3,419,794,668
Closing balance	<u>40,475,691,774</u>	<u>649,840,802</u>	<u>41,125,532,576</u>
NET BOOK VALUE			
Opening balance	<u>101,487,699,255</u>	-	<u>101,487,699,255</u>
Closing balance	<u>98,067,904,587</u>	-	<u>98,067,904,587</u>

During the year, the amount that the Corporation earned from the lease of investment properties (all of the investment properties were leased under operating lease contracts) was VND 36,674,704,496 (for the year ended 31 December 2023: VND 37,133,970,116). Directly attributable cost of operating activities arising from investment properties in the year was VND 16,075,506,418 (for the year ended 31 December 2023: VND 13,816,571,310).

The cost of the investment properties as at 31 December 2024 includes properties that have been fully depreciated but are still under leases with an amount of VND 8,687,202,336 (as at 31 December 2023: VND 8,687,202,336).

According to Vietnamese Accounting Standard No. 05 - Investment Properties, the fair value of the investment property as at 31 December 2024 should be disclosed. However, the Corporation has not determined this fair value so the investment property' fair value as at 31 December 2024 is not presented in the notes to the consolidated financial statements. To determine this investment property's fair value, the Corporation will have to hire an independent consulting firm. Currently, the Corporation has not found suitable consulting company to carry out this work.

17. CONSTRUCTION IN PROGRESS

	Closing balance	Opening balance
	VND	VND
Cai Mep Petroleum Terminal in Ba Ria-Vung Tau Province (i)	56,164,171,321	56,164,171,321
Construction of petrol stations	42,912,719,228	33,547,865,730
Project to repair, maintain and renovate Nghi Son petroleum warehouse	56,190,181,117	5,647,026,944
Centralized Data Warehouse (DW) project and Business Intelligence (BI) Analytics Reporting	6,631,800,000	-
Expanding An Hai warehouse	6,694,650,763	-
Hop Thinh - Ky Son Petrol entrepot, Hoa Binh province (ii)	5,683,769,124	5,683,769,124
Expanding Vung Ro petroleum warehouse	-	37,930,989,339
Other constructions	34,254,193,875	47,983,764,054
	<u>208,531,485,428</u>	<u>186,957,586,512</u>

- (i) Represent the ground leveling value of phase 02 of Cai Mep Petroleum Terminal in Ba Ria - Vung Tau Province. PETEC Trading and Investment Corporation ("PETEC" – a subsidiary of the Corporation) has suspended the implementation of this project since 2012. As of the date of this consolidated financial statements, PETEC is in the process of completing the necessary procedures with the competent authorities to convert the land use purpose and cooperate in exploiting the reserve land of the aforementioned Cai Mep warehouse.

- (ii) Phu Tho PetroVietnam Oil JSC ("PVOIL Phu Tho" - a subsidiary of the Corporation) has ended the continued implementation of this project according to Decision No. 46/QĐ-SKHDT dated 23 April 2021 of Hoa Binh Department of Planning and Investment. As at 31 December 2023, PVOIL Phu Tho is completing the procedures for handing over land in the field and applying for a new project investment certificate for Petro Binh Minh Co., Ltd., and received the corresponding supportive amount.

18. INVESTMENTS IN ASSOCIATES, JOINT VENTURES

a. Investments in associates

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Opening balance	592,706,664,087	608,440,531,993
Profit incurred in the year	22,212,252,355	20,873,454,375
Dividend received in the year	(13,542,660,857)	(11,289,832,860)
Fund distribution and other adjustments in the year	(4,665,893,589)	(4,418,919,162)
Associate disposal in the year (i)	-	(20,898,570,259)
Closing balance (ii)	596,710,361,996	592,706,664,087

- (i) Including the Corporation's investment in PetroVietnam Biofuels Joint Stock Company "PVB" (an associate of the Corporation) was reported in the consolidated financial statements using the equity method of accounting as at 31 December 2024 with the amounts of VND 271,593,756,068 (as at 31 December 2023: VND 271,593,756,068). As at 31 December 2024, due to the Corporation being unable to obtain financial information and financial statements for the year ended 31 December 2024 of PVB, the above investment amount is calculated based on the figures of unaudited financial statements for the year ended 31 December 2022, which was prepared on the going concern basis. According to Notice No. 385/TB-VPCP dated 2 October 2018 of the Government Office, the dissolution and bankruptcy plan for Phu Tho Biofuel Plant Project whose investor is PVB was proposed for consideration in accordance with legal regulations. On 24 October 2018, the Board of Directors of the Corporation sent a document to the Vietnam Oil and Gas Group to implement the bankruptcy plan of PetroVietnam Biofuel Joint Stock Company. On 10 December 2018, the Corporation sent Official Letter No. 211/DVN-TCKT to the PVN to propose the redetermination of this investment to nil (VND 0) when finalizing equitization, and that in the course of implementing the bankruptcy procedure, any recovery from assets liquidation at Phu Tho Biofuel Plant will be fully transferred to the Enterprise Support and Arrangement Fund. This matter has been submitted by the PVN to the Committee for Management of State Capital at Enterprises under Official Letter No. 3540/DKVN-HDTV dated 1 July 2019 on rearrangement, handling of houses and land, and solution for difficulties in equitization of PVOIL. At the date of these consolidated financial statements, the Corporation has been working with the shareholders of PVB and relevant parties on implementing to execute a bankruptcy plan for PVB following legal regulations.

Summarized financial information of the Corporation's associates is as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Total assets	4,826,153,359,030	5,422,770,813,871
Total liabilities	4,349,266,664,148	4,710,957,006,572
Net assets	476,886,694,882	711,813,807,299
The Corporation's share of net assets of associates	596,710,361,996	592,706,664,087

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Revenue	15,187,350,433,584	13,107,229,963,179
Loss after tax	(184,941,384,555)	(135,388,304,063)
The Corporation's share of profit after tax of associates	22,212,252,355	20,873,454,375

b. Investments in joint ventures

	Current year VND	Prior year VND
Opening balance	49,884,112,286	81,273,531,538
Loss incurred in the year	(7,964,539,859)	(10,403,343,702)
Dividend received in the year	-	(24,254,640,000)
Fund distribution and other adjustments in the year	2,245,559,133	3,268,564,450
Closing balance	44,165,131,560	49,884,112,286

Summarized financial information of the joint ventures of the Corporation is as follows:

	Closing balance VND	Opening balance VND
Total assets	1,923,529,645,768	2,203,753,936,938
Total liabilities	3,247,973,737,425	3,263,318,770,257
Net assets	(1,324,444,091,657)	(1,059,564,833,319)
The Corporation's share of net assets of joint ventures	44,165,131,560	49,884,112,286

	Current year VND	Prior year VND
Revenue	3,276,350,129,707	3,029,526,123,505
Loss after tax	(197,420,670,320)	(150,172,711,101)
The Corporation's share of profit after tax of joint ventures	(7,964,539,859)	(10,403,343,702)

19. EQUITY INVESTMENTS IN OTHER ENTITIES

	Closing balance VND	Opening balance VND
Ca Mau Trading JSC	47,241,749,605	47,241,749,605
Au Lac JSC	26,482,144,914	26,482,144,914
Lam Kinh Hotel JSC	10,549,395,047	10,549,395,047
Green Indochina Development JSC	7,263,016,037	7,263,016,037
Viet Tin Transportation JSC	7,000,000,000	7,000,000,000
Sai Gon Fuel JSC	4,736,610,000	4,736,610,000
Other long-term investments	5,638,738,529	5,638,738,529
	108,911,654,132	108,911,654,132
Provision for impairment of long-term investments	(42,243,542,773)	(41,900,039,086)
	66,668,111,359	67,011,615,046

As at the date of consolidated financial statements, the Corporation's Board of Management has not yet obtained information to determine the fair value of equity investments in other entities. Hence, the fair value of these investments as at 31 December 2024 has not been presented in the Notes to the consolidated financial statements.

20. GOODWILL

	Amount VND
COST	
Opening balance	223,644,147,290
Closing balance	223,644,147,290
ACCUMULATED AMORTISATION	
Opening balance	222,983,912,420
Charge for the year	660,234,870
Closing balance	223,644,147,290
CARRYING AMOUNT	
Opening balance	660,234,870
Closing balance	-

21. SHORT-TERM TRADE PAYABLES

	Closing balance VND Amount/Amount able to be paid off	Opening balance VND Amount/Amount able to be paid off
Binh Son Refining and Petrochemical JSC	2,563,466,081,355	3,821,535,268,385
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	3,189,310,381,931	3,239,269,501,635
Socar Trading Singapore	2,141,272,982,594	-
Glencore Singapore Pte Ltd	2,117,034,405,366	-
PNX Petroleum Singapore Pte. Ltd	1,992,649,708,999	-
Soleum Energy Pte Ltd	568,850,909,027	-
Sahara Energy International Pte Ltd	300,496,930,272	-
PTT Company Co.,Ltd	203,649,488,865	-
BCP Trading Pte. Ltd.	-	2,802,809,507,566
PetroChina Inetrnational - HongKong	-	2,096,936,003,428
PetroVietnam Exploration Production Corporation	40,274,464,803	617,447,033,590
BCC No. 13/2021/PVGAS/TT-PVOIL/D4 (i)	13,561,897,425	387,412,090,473
Others	401,819,419,917	665,296,030,949
	13,532,386,670,554	13,630,705,436,026

In which: Short-term trade payables to related parties (Details stated in Note 41)

5,858,979,408,477

7,741,675,818,717

- (i) Represents the payables for purchasing base gasoline RON91 and diesel fuel bottom according to Business Cooperation Contract No. 13/2021/PVGAS/TT-PVOIL/D4 between the Corporation and PetroVietnam Gas Joint Stock Corporation ("PVGAS").

22. SHORT-TERM ACCRUED EXPENSES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Accruals for purchasing goods, fixed assets	33,664,097,932	160,205,180,825
Accruals for transportation	3,796,989,583	10,785,758,825
Interest expense	3,944,716,106	3,537,519,425
Accruals for oil products	4,560,335,964	3,061,044,455
Other accruals	48,911,341,807	18,671,341,121
	<u>94,877,481,392</u>	<u>196,260,844,651</u>
<i>In which: Short-term accrued expenses to related parties (Details stated in Note 41)</i>	8,795,126,991	67,660,207,768

23. OTHER CURRENT PAYABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Collection and payment on behalf relating to entrusted crude oil imports - exports	7,361,501,206,654	4,892,049,815,864
Collection and payment on behalf relating to crude oil export duty	876,918,468	70,828,163,731
Payable for proceeds from sale of shares (i)	5,078,241,760	6,508,956,732
BCC No. 13/2021/PVGAS/TT-PVOIL/D4 (ii)	6,352,023,086	6,390,597,832
Payables on equitization (iii)	6,508,956,732	5,078,241,760
Other payables	244,170,740,122	172,607,957,124
	<u>7,624,488,086,822</u>	<u>5,153,463,733,043</u>
<i>In which: Other current payables to related parties (Details stated in Note 41)</i>	1,960,839,076,779	2,035,448,576,197

- (i) Represents the proceeds from initial public offering (IPO) and the payable amount to the owners regarding this IPO. The proceeds from this equitization will be finalized and might be subject to changes upon final approval by the competent authorities.
- (ii) Reflects the amount payable related to transfer costs and profit after tax distribution of Business Cooperation Contract No. 13/2021/PVGAS/TT-PVOIL/D4 between the Corporation and the PetroVietnam Gas Joint Stock Corporation.
- (iii) Represents payables relating to equitization which is the excess of enterprise value over the designated charter capital of the Corporation after equitization of VND 10,342,295,000,000 under Decision No. 1979/QĐ-TTg dated 8 December 2017 of the Prime Minister. This amount might be subject to changes when there is final approval from the competent authorities.



24. LOANS AND OBLIGATIONS UNDER FINANCE LEASES

a) Short-term loans and obligations under finance leases

	Opening balance		During the year		Closing balance	
	Amount	VND Amount able to be paid off	Increases	Decreases	Amount	VND Amount able to be paid off
Short-term loans	6,942,643,210,204	6,942,643,210,204	32,719,230,358,098	32,267,446,813,239	7,394,426,755,063	7,394,426,755,063
Current portion of long-term loans (Note 24b)	22,859,636,376	22,859,636,376	62,697,302,161	57,873,280,100	27,683,658,437	27,683,658,437
Current portion of long-term obligations under finance leases (Note 24b)	1,160,333,820	1,160,333,820	1,530,663,645	1,353,779,754	1,337,217,711	1,337,217,711
	6,966,663,180,400	6,966,663,180,400	32,783,458,323,904	32,326,673,873,093	7,423,447,631,211	7,423,447,631,211

Short-term loans and obligations under finance leases represent facilities obtained from banks and individuals to supplement working capital of the Corporation and its subsidiaries. Bank loans might be withdrawn in Vietnam Dong, Laotian Kip or United States Dollar based on each credit limit as contracted with banks. Such loans bear fixed interest rates that are stated in each loan acknowledgement ranging from 6% p.a. (as at 31 December 2023: from 3.2% p.a. to 6.1% p.a.) as for the US dollar, ranging 8% p.a. to 10% p.a. (as at 31 December 2023: from 7.9% p.a. to 8.5% p.a.) as for Laotian Kip and ranging from 2.75% p.a. to 10% p.a. (as at 31 December 2023: from 1.7% p.a. to 7.7% p.a.) as for Vietnam Dong.

Details of short-term loans of the Corporation by currency are as follows:

	Closing balance	Opening balance
	VND	VND
Loans in VND	7,064,826,089,006	5,682,894,069,612
Loans in LAK	233,519,553,074	135,866,424,993
Loans in USD	96,081,112,983	1,123,882,715,599
	7,394,426,755,063	6,942,643,210,204

Details of short-term loans and obligations under finance leases of the Corporation by type of guarantee are as follows:

	Closing balance	Opening balance
	VND	VND
Unsecured loans	7,064,826,089,006	5,178,637,393,090
Secured loans	329,600,666,057	1,764,005,817,114
	<u>7,394,426,755,063</u>	<u>6,942,643,210,204</u>

b) Long-term loans and obligations under finance leases

	Opening balance		In the year		Closing balance	
	Amount	VND Amount able to be paid off	Increases	Decreases	Amount	VND Amount able to be paid off
Long-term loans (i)	107,547,840,422	107,547,840,422	148,432,939,998	120,570,582,261	135,410,198,159	135,410,198,159
Long-term obligations under finance leases (ii)	4,282,669,984	4,282,669,984	2,812,818,325	2,884,443,399	4,211,044,910	4,211,044,910
	<u>111,830,510,406</u>	<u>111,830,510,406</u>	<u>151,245,758,323</u>	<u>123,455,025,660</u>	<u>139,621,243,069</u>	<u>139,621,243,069</u>
In which:						
- Amount due for settlement within 12 months (see Note 24a)	24,019,970,196	24,019,970,196	64,227,965,806	59,227,059,854	29,020,876,148	29,020,876,148
- Amount due for settlement after 12 months	87,810,540,210	87,810,540,210	87,017,792,517	64,227,965,806	110,600,366,921	110,600,366,921

Details of long-term loans and obligations under finance leases are as follows:

- (i) The long-term loans to finance petroleum storage extension projects implemented by the Corporation and its subsidiaries. The long-term loans bear interest rates ranging from 5.0% p.a. to 12.1% p.a. (as at 31 December 2023: from 7% p.a. to 12.75% p.a.) for loans in Vietnam Dong. These loans are secured by land use rights and assets on land at petrol stations and other fixed assets of the Corporation and its subsidiaries.
- (ii) Long-term financial leasing debt represents a loan with term of 48 months of PETEC Trading and Investment Corporation from Vietcombank Financial Leasing Co., Ltd and a loan with term of 61 months of PetroVietnam Oil Transportation – One Member Limited Company from Vietnam International Leasing Company, interest rates as agreed in the financial lease contract.

Details of long-term loans and obligations under finance leases of the Corporation by type of guarantee are as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Unsecured loans	5,100,242,056	3,500,000,000
Secured loans	134,521,001,013	108,330,510,406
	<u>139,621,243,069</u>	<u>111,830,510,406</u>

Long-term loans and obligation under finance leases are repayable as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
On demand or within one year	29,020,876,148	24,019,970,196
In the second year	29,220,531,797	17,773,628,775
In the third to fifth year inclusive	51,355,036,978	34,047,559,027
After five years	30,024,798,146	35,989,352,408
	<u>139,621,243,069</u>	<u>111,830,510,406</u>
Less: Amount due for settlement within 12 months (shown under Long-term loans and obligations under finance leases note)	(29,020,876,148)	(24,019,970,196)
Amount due for settlement after 12 months	<u>110,600,366,921</u>	<u>87,810,540,210</u>

25. PRICE STABILISATION FUND

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Opening balance	(144,328,400,489)	(513,398,942,699)
Appropriation to the fund	-	611,253,108,416
Utilization in the year	-	(238,373,781,530)
Interest on negative balance of Price Stabilisation Fund (*)	5,913,234,282	(3,808,784,676)
Closing balance	<u>(138,415,166,207)</u>	<u>(144,328,400,489)</u>

In which:

<i>Amount remained outstanding</i>	<i>(138,415,166,207)</i>	<i>(144,328,400,489)</i>
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(*) Represents an adjustment to reduce interest arising on the negative balance of the Petroleum Price Stabilization Fund with a total amount of VND 5,913,234,282. Of which, (i) VND 1,324,486,187 was adjusted based on the Inspection Minutes dated 22 May 2024 of the Ministry of Finance's inspection team at the Corporation for the period of negative Petroleum Price Stabilization Fund from 1 January 2023 to 31 December 2023, which was compensated by legal financial sources and (ii) the remaining amount of VND 4,588,748,095 was adjusted by the Corporation for the periods before 2023 based on the calculation and principles outlined in the Inspection Minutes dated 22 May 2024 of the Ministry of Finance's inspection team. The above amount has been recorded as an increase in the balance of the Petroleum Price Stabilization Fund in the year, corresponding to a respective decrease in the other financial income of the Corporation.

Appropriation and utilization of the Price Stabilization Fund comply with the regulations of the Ministry of Finance and Ministry of Industry and Trade from time to time (as presented in Note 3 - Summary of significant accounting policies, "Price Stabilization Fund" item). In the year, the Corporation appropriated to and utilized the fund in accordance with prevailing current regulations. Handling of any difference between the appropriation and utilization of the fund will comply with the guidance of the Ministry of Finance and Ministry of Industry and Trade in the coming time.

26. DEFERRED TAX LIABILITIES

The following are deferred tax liabilities recognized in the consolidated balance sheet as at the consolidated balance sheet date and deferred tax income recognized in the consolidated income statement.

Deferred tax liabilities

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Corporate income tax rate used for determination of value of deferred tax liabilities	20%	20%
Deferred tax liabilities arising from taxable temporary differences	182,828,528,032	170,277,647,967
Deferred tax liabilities	<u>182,828,528,032</u>	<u>170,277,647,967</u>
Transfer into current year's profit and loss	<u>11,821,159,043</u>	<u>(351,242,539)</u>

27. OWNERS' EQUITY

FORM B 09-DN/HN

Movement in owner's equity:

	Owners' contributed capital	Assets revaluation reserve (i)	Investment and development fund	Other reserves	Foreign exchange reserve	Accumulated losses	Other owners' capital	Non-controlling interests	Total
	VND	VND	VND	VND	VND	VND	VND	VND	VND
<i>For the year ended 31 December 2023</i>									
Opening balance	10,342,295,000,000	(163,981,446,150)	228,667,036,228	20,494,008,664	(55,282,039,140)	(185,534,886,956)	23,612,446,327	1,116,938,262,058	11,327,208,381,031
Profit for the year	-	-	-	-	-	621,347,297,539	-	-	621,347,297,539
Funds distribution is not under of owner's equity	-	-	-	-	-	(132,761,307,987)	-	(11,640,899,046)	(144,402,207,033)
Funds distribution is under of owner's equity	-	-	5,051,356,057	42,400,344	-	(5,093,756,401)	-	-	-
Profit attributable to non-controlling shareholders	-	-	-	-	-	(58,717,064,247)	-	58,717,064,247	-
Difference due to financial statements conversion	-	-	-	-	(35,221,540,805)	-	-	(29,077,962,891)	(64,299,503,696)
Adjustment due to changes in the proportion of ownership in subsidiaries	-	-	4,193,423,700	-	-	(31,977,683,629)	-	(61,613,080,200)	(89,397,340,129)
Dividend distribution	-	-	-	-	-	(206,845,900,000)	-	(41,599,891,783)	(248,445,791,783)
Others	-	-	-	-	-	(6,606,989,959)	-	(2,344,208,755)	(8,951,198,714)
Closing balance	10,342,295,000,000	(163,981,446,150)	237,911,815,985	20,536,409,008	(90,503,579,945)	(6,190,291,640)	23,612,446,327	1,029,379,283,630	11,393,059,637,215
<i>For the year ended 31 December 2024</i>									
Opening balance	10,342,295,000,000	(163,981,446,150)	237,911,815,985	20,536,409,008	(90,503,579,945)	(6,190,291,640)	23,612,446,327	1,029,379,283,630	11,393,059,637,215
Profit for the year	-	-	-	-	-	474,432,084,317	-	-	474,432,084,317
Funds distribution is not under of owner's equity	-	-	-	-	-	(112,441,232,411)	-	(13,206,015,932)	(125,647,248,343)
Funds distribution is under of owner's equity	-	-	10,238,379,985	5,395,685,823	-	(15,574,065,808)	-	-	-
Profit attributable to non-controlling shareholders	-	-	-	-	-	(63,397,386,014)	-	63,397,386,014	-
Adjustment for non-controlling interests	-	-	-	-	19,896,529,273	-	-	(19,896,529,273)	-
Difference due to financial statements conversion	-	-	-	-	(42,013,619,911)	-	-	-	(42,013,619,911)
Adjustment due to changes in the proportion of ownership in subsidiaries	-	-	-	-	-	-	-	(21,197,447,257)	(21,197,447,257)
Dividend distribution	-	-	-	-	-	(206,845,900,000)	-	(23,765,665,075)	(230,611,565,075)
Others	-	-	41,415,146	2,698	-	(410,016,006)	-	734,544,847	365,946,685
Closing balance	10,342,295,000,000	(163,981,446,150)	248,191,611,116	25,872,097,529	(112,620,670,583)	69,573,192,438	23,612,446,327	1,015,445,556,954	11,448,387,787,631

- (i) The assets revaluation reserve represents the consolidated adjustments for the difference between the value of investments in subsidiaries and associates arising from adjusting the value of the enterprises according to the results of the State Audit Office and has been approved by the competent authorities for the purpose of determining the enterprise value for equitization and the value of the Corporation's capital contributions in the investees.

Shares

	<u>Closing balance</u>	<u>Opening balance</u>
Number of shares issued to the public	200,445,036	200,445,036
<i>Ordinary shares</i>	<i>200,445,036</i>	<i>200,445,036</i>
Number of outstanding shares in circulation	1,034,229,500	1,034,229,500
<i>Ordinary shares</i>	<i>1,034,229,500</i>	<i>1,034,229,500</i>

Ordinary shares have par value of VND 10,000/share.

Charter capital

According to the 20th Business Registration Certificate dated 03 December 2024, the charter capital of the Corporation after transformation into a joint stock company is VND 10,342,295,000,000. As at 31 December 2024, the charter capital was fully contributed by shareholders as follows:

	<u>Quantity</u>	<u>Proportion</u>	<u>Paid-in capital</u>
	<u>Share</u>	<u>%</u>	<u>VND</u>
Vietnam Oil and Gas Group	832,803,564	80.52%	8,328,035,640,000
Other shareholders	201,425,936	19.48%	2,014,259,360,000
	1,034,229,500	100.00%	10,342,295,000,000

Profits distribution

(*) According to Resolution No. 11/NQ-DHDCD dated 26 April 2024, the General Meeting of Shareholders of the Parent Company - the Corporation has approved the plan to distribute profit after tax in 2023 as follows:

- Appropriation of bonus and welfare fund of employees and manager bonus fund with the amount of VND 97,574,220,000. In 2023, the Parent Company – the Corporation has temporarily distributed VND 105,444,587,078. Accordingly, the Corporation has reversed the bonus and welfare fund during the year with the amount of VND 7,870,367,078.
- Dividend distribution in 2023 at the rate of 2% of charter capital, equivalent to the amount of VND 206,845,900,000. During the year, the Parent Company – the Corporation completed the above dividend payment.

In addition, based on the completion level of the planned profit target in 2024, the Parent Company - the Corporation has temporarily appropriated the bonus and welfare fund of employees and manager bonus fund of the Parent Company - the Corporation from the profit after tax of 2024 in the amount of 84,446,733,413 VND according to current regulations. Final amount related to the appropriation for the bonus and welfare fund of employees and manager bonus fund will be submitted to the General Meeting of Shareholders for approval.

28. NON-CONTROLLING INTERESTS

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Owners' contributed capital	1,001,569,508,972	1,011,204,442,336
Share premium	22,444,505,197	22,444,504,530
Foreign exchange differences	(53,581,685,767)	(33,685,156,494)
Investment and development fund	132,896,749,225	132,423,197,690
Accumulated losses	(87,883,520,673)	(103,007,704,432)
	1,015,445,556,954	1,029,379,283,630

29. OFF BALANCE SHEET ITEMS

Operating lease assets

At the consolidated balance sheet date, the Corporation, as a lessee, entered into an irrevocable operating lease with the total amount of office rental paid to Vietnam Oil and Gas Group for the total leased area of 3,890.04 m² at No. 1-5 Le Duan, District 1, Ho Chi Minh City, in which:

- (i) The lease area of 3,459.11 m² with rental price of VND 70,622,316/m²/50 years (Note 10). The office lease was signed for periods of 50 years from 10 January 2010 for area of 2,952.67 m² and 48 years from 24 July 2012 for area of 506.44 m². The entire office rentals excluding VAT that have been paid was VND 244,290,357,799.
- (ii) The lease area of 430.93 m² with rental price of VND 464,220/m²/year, annual payment, for a term of 10 years starting from 1 December 2023.

Goods held under trust or for processing

	Unit	Closing balance	Opening balance
- Petroleum M95	Litter	21,258,763	2,716,690
- Petroleum M92	Litter	17,418,531	22,769,414
- Petroleum E5	Litter	6,995,067	2,173,841
- Petroleum DO 0.05%	Litter	104,522,680	70,308,109
- Petroleum DO 0.001%	Litter	2,853,836	-
- Petroleum FO	Kg	2,892	534,749
- Petroleum E100	Litter	-	595
- Naptha	Litter	6,935,340	1,795,533
- Condensate	Litter	717,113	-
- CN120 additive	Litter	529,775	-
- DO bottom	Litter	305,804	-
- Others	Litter	20,691	173,003

Foreign currencies

	Unit	Closing balance	Opening balance
- US Dollars (USD)	USD	22,013,925	34,756,458
- Euro (EUR)	EUR	151	310
- Singapore Dollars (SGD)	SGD	51,723	103,270
- Lao KIP (LAK)	KIP	153,633,025,712	173,065,601,836
- Thai Bath (THB)	THB	36,791,251	42,366,027

30. BUSINESS AND GEOGRAPHICAL SEGMENTS

Business segments

The Corporation does not prepare a report by business segment since its activities mainly include import-export and trade of crude oil and petroleum activities.

Geographical segments

The Corporation is operating in both domestic and international regions. Below is an analysis of the Corporation's revenue by geographical segment regardless of country of origin of goods and services.

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Domestic	89,455,992,816,171	87,817,398,242,246
International	35,003,646,050,586	14,845,500,927,178
	<u>124,459,638,866,757</u>	<u>102,662,899,169,424</u>

Below is an analysis of the net book value and increases in tangible fixed assets and intangible assets by geographical location of such assets (Note 13 and Note 15).

	<u>Net book value of segment assets</u>		<u>Increase in fixed assets</u>	
	<u>Closing balance</u>	<u>Opening balance</u>	<u>Current year</u>	<u>Prior year</u>
	VND	VND	VND	VND
Domestic	3,478,397,196,841	3,391,383,054,294	375,609,433,366	310,862,063,354
International	44,449,145,792	34,319,433,067	14,885,761,463	4,016,140,886
	<u>3,522,846,342,633</u>	<u>3,425,702,487,361</u>	<u>390,495,194,829</u>	<u>314,878,204,240</u>

31. NET REVENUE FROM GOODS SOLD AND SERVICES RENDERED

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Sales of goods sold and service rendered	124,468,577,433,501	102,672,062,635,968
- Sales of goods sold	123,860,051,591,585	101,995,109,738,647
- Sales of services rendered and other activities	418,750,176,243	498,780,928,141
- Sales of entrusted crude oil imports - exports	189,775,665,673	178,171,969,180
Deductions	(8,938,566,744)	(9,163,466,544)
- Sales discount	(8,938,566,744)	(9,163,466,544)
Net sales of goods sold and service rendered	<u>124,459,638,866,757</u>	<u>102,662,899,169,424</u>
<i>In which: Revenue from related parties (Details stated in Note 41)</i>	26,915,925,852,835	14,711,926,620,359

32. COST OF GOODS SOLD AND SERVICES RENDERED

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Cost of goods sold	120,078,086,255,609	98,628,484,608,858
Cost of services rendered	260,460,733,582	182,547,330,624
Reversal of devaluation of inventories	(18,243,987,584)	(1,623,315,214)
	<u>120,320,303,001,607</u>	<u>98,809,408,624,268</u>

33. PRODUCTION COST BY NATURE

	Current year VND	Prior year VND
Raw materials and consumables	9,698,321,560,114	9,958,533,503,609
Labour	1,580,908,400,114	1,550,575,728,600
Depreciation and amortisation of fixed assets and investment properties	307,066,321,875	302,899,388,213
Out-sourced services	1,398,718,128,149	1,137,517,905,256
Other monetary expenses	743,432,586,103	794,112,000,350
	13,728,446,996,355	13,743,638,526,028

34. FINANCIAL INCOME

	Current year VND	Prior year VND
Bank interest	546,657,631,717	695,108,829,866
Foreign exchange gain	125,968,531,843	141,796,904,504
Dividends received	2,678,820,751	4,654,051,100
Interest on credit sales	1,129,448,467	1,797,196,408
Gain on disposal of financial investments	-	12,240,834,381
Interest on negative balance of Price Stabilisation Fund (Note 25)	(5,913,234,282)	3,808,784,676
Other financial income	3,780,304,718	5,212,912,299
	674,301,503,214	864,619,513,234

35. FINANCIAL EXPENSES

	Current year VND	Prior year VND
Interest expense	188,029,415,891	261,163,524,272
Foreign exchange loss	157,335,690,147	117,317,537,765
Provision for impairment of financial investments	343,529,967	6,077,793,608
Other financial expenses	11,437,244,612	18,621,033,823
	357,145,880,617	403,179,889,468

36. SELLING EXPENSES AND GENERAL AND ADMINISTRATION EXPENSES

	Current year VND	Prior year VND
Selling expenses	2,774,265,069,214	2,482,580,855,823
Labour	1,018,755,523,938	955,717,279,769
Office appliances, furniture and materials	173,907,256,115	181,277,973,093
Transportation	264,129,737,088	167,955,381,856
Out-sourced services	791,149,858,913	711,053,566,028
Depreciation and amortisation	209,259,749,477	215,917,734,592
Others	317,062,943,683	250,658,920,485
General and administration expenses	1,077,540,899,929	1,144,547,307,630
Labour	429,341,382,575	463,776,300,039
Office appliances, furniture and materials	46,166,615,866	51,007,619,063
Depreciation and amortization	34,783,159,727	37,133,428,486
Provisions	10,339,827,837	5,163,538,572
Out-sourced services	137,512,703,750	149,864,812,502
Others	419,397,210,174	437,601,608,968
	3,851,805,969,143	3,627,128,163,453

37. PROFIT FROM OTHER ACTIVITIES

	Current year	Prior year
	VND	VND
Other income	58,673,745,327	111,645,213,227
Reversal of fund for environmental risks and damage compensation	-	66,120,284,378
Indemnification received	7,074,363,870	12,489,134,202
Income from excess inventory	17,666,558,448	12,377,569,388
Proceeds from disposals of fixed assets	2,050,103,936	4,025,170,105
Income from personnel transfer	14,529,136,572	-
Other income	17,353,582,501	16,633,055,154
Other expenses	44,461,820,069	12,048,110,761
Loss in transportation	263,745,673	772,125,170
Project cancellation/withdrawal fees	350,000,000	-
Storage fees	14,857,931,628	-
Other expenses	28,990,142,768	11,275,985,591
Profit from other activities	14,211,925,258	99,597,102,466

38. CORPORATE INCOME TAX EXPENSE

	Current year	Prior year
	VND	VND
Current corporate income tax expense		
- Current corporate income tax expense based on taxable profit in the current year	146,891,912,999	176,873,163,608
Total current corporate income tax expense	146,891,912,999	176,873,163,608

The current corporate income tax reported for the year ended 31 December 2024 is estimated. The final amount of corporate income tax to be paid will depend on the results of settlement with the tax authorities.

39. BASIC EARNINGS PER SHARE

	Current year	Prior year (Restated)
Accounting profit after corporate income tax of Parent Company (VND)	411,034,698,303	562,630,233,292
- Allocate to funds which is not under of owner's equity from the profits (VND) (*)	(84,446,733,413)	(112,551,235,932)
Profit for the purposes of calculating basic earnings per share (VND)	326,587,964,890	450,078,997,360
Weighted average number of ordinary shares in circulation (share)	1,034,229,500	1,034,229,500
Basic earnings per share (VND)	316	435

(*) For the purpose of presenting basic earnings per share for the year ended 31 December 2024, the figures relating to the allocation of funds which is not under of owner's equity from the profits for the year ended 31 December 2024 is estimated based on the Corporation's 2024 business plan and profit distribution approved by the Vietnam Oil and Gas Group and the Resolutions of the General Meeting of Shareholders/Resolutions of the Members' Council of the subsidiaries.

The Corporation recalculated the basic earnings per share of the previous year to reflect the actual appropriation of funds not under owners' equity from undistributed profits after tax in 2023 according to Resolution No. 11/NQ-DHDCD dated 26 April 2024 of the General Meeting of Shareholders of the Corporation and Resolutions of the General Meeting of Shareholders/Resolutions of the Board of Members of subsidiaries, details as follows:

	Prior year VND	Prior year (Restated) VND
Accounting profit after corporate income tax of Parent Company (VND)	562,630,233,292	562,630,233,292
- Allocate to funds which is not under of owner's equity from the profits (VND)	(129,652,932,885)	(112,551,235,932)
Profit for the purposes of calculating basic earnings per share (VND)	432,977,300,407	450,078,997,360
Weighted average number of ordinary shares in circulation (share)	1,034,229,500	1,034,229,500
Basic earnings per share (VND)	419	435

During the year, the Company has no potential ordinary shares; therefore, does not present diluted earnings per shares.

40. CAPITAL COMMITMENTS

According to Resolution No. 11/NQ-DHDCD ("Resolution No. 11") dated 26 April 2024, the General Meeting of Shareholders of the Corporation approved the production and business plan in 2024, in which the approved capital for construction investment, property procurement is VND 1,070 billion. During the year ended 31 December 2024, the Corporation has disbursed capital construction investment and purchased assets with a total value of about VND 455 billion and are carrying out the necessary work to complete the investment in capital construction and purchase of assets in accordance with the above Resolution No. 11.

41. RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties with significant transactions and balances for the year:

Related parties	Relationship
Vietnam Oil and Gas Group	Owner
Other companies in the Group	Other entity in PVN
Associates	Other entity in PVN
Ho Chi Minh City Development Joint Stock Commercial Bank	Same key management personnel

During the year, the Corporation entered into the following significant transactions with its related parties:

	Current year VND	Prior year VND
Sales of goods and service rendered	26,915,925,852,835	14,711,926,620,359
Ninh Binh Petroleum JSC	7,570,020,682,751	6,997,359,866,113
Binh Son Refining & Petrochemical JSC	16,824,080,348,192	4,285,802,412,002
Materials - Petroleum JSC	1,697,482,282,109	1,918,571,853,951
PetroVietnam Power Corporation	1,473,198,162	667,830,222,141
PetroVietnam Exploration Production Corporation	232,719,426,290	282,080,053,409
PetroVietnam's Branch - Bien Dong Petroleum Operating Company	121,230,958,041	118,851,959,732
Thach Han Trading Joint Stock Company	106,104,466,178	101,659,939,923
Others	362,814,491,112	339,770,313,088

	Current year VND	Prior year VND
Purchase goods and use services	70,765,558,455,685	62,682,992,988,304
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	42,198,095,472,451	32,054,519,406,772
Binh Son Refining & Petrochemical JSC	26,588,735,140,295	28,955,420,113,284
PetroVietnam Exploration Production Corporation	1,366,956,918,164	622,593,963,335
PetroVietnam Transportation Joint Stock Corporation	422,476,523,062	522,260,104,060
PetroVietnam's Branch - Bien Dong Petroleum Operating Company	-	358,056,098,418
Others	189,294,401,713	170,143,302,435
Interest income		
Ho Chi Minh City Development Joint Stock Commercial Bank	29,401,891,079	64,445,156,607
Vietnam Public Joint Stock Commercial Bank	21,717,673,352	23,563,805,149
Interest expense		
Ho Chi Minh City Development Joint Stock Commercial Bank	687,240,984	906,656,294
Vietnam Public Joint Stock Commercial Bank	221,221,061	1,378,974,403

Significant related party balances as at the consolidated balance sheet date were as follows:

	Closing balance VND	Opening balance VND
Short-term trade receivables	6,988,558,288,447	4,809,534,311,544
Binh Son Refining & Petrochemical JSC	6,255,007,763,231	4,242,042,358,563
Ninh Binh Petroleum JSC	591,470,835,986	460,013,128,406
PetroVietnam Exploration Production Corporation	61,982,815,152	27,923,549,334
VietsovPetro Joint Venture	13,863,827,642	21,473,789,127
Bien Dong Petroleum Operating Company	18,053,221,994	14,275,423,888
Pacific Petroleum Transportation JSC	-	13,941,073,250
PetroVietnam Technical Services Corporation	18,426,058,425	12,008,006,130
Others	29,753,766,017	17,856,982,846
Other short-term receivables	2,998,894,316,710	3,056,532,564,106
Binh Son Refining & Petrochemical JSC	2,777,086,674,859	2,346,895,416,008
VietsovPetro Joint Venture	9,119,367,500	455,507,382,262
Vietnam Oil and Gas Group	172,629,795,269	172,629,795,269
Petroleum Trading JSC	21,435,336,111	22,987,935,799
PetroVietnam Exploration Production Corporation	394,640,571	43,434,218,463
Vietnam Public Commercial Joint Stock Bank	3,135,890,409	12,583,561,645
Others	15,092,611,991	2,494,254,660
Short-term advance to suppliers	20,491,971,655	20,644,897,673
PTSC Thanh Hoa Technical Services Company	11,907,299,076	12,460,724,934
Orient Bio-Fuels Company Limited	7,453,015,602	7,453,015,602
Petroleum Trading Joint Stock Company	621,675,959	621,675,959
PVI Insurance Corporation	330,604,637	109,481,178
Vietnam Oil and Gas Group	179,376,381	-
Short-term trade payables	5,858,979,408,477	7,741,675,818,717
Binh Son Refining & Petrochemical JSC	2,563,466,081,355	3,821,535,268,385
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	3,189,310,381,931	3,239,269,501,635

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
PetroVietnam Exploration Production Corporation	40,274,464,803	617,447,033,590
PetroVietnam Transportation Joint Stock Corporation	29,588,102,524	44,943,337,114
Others	36,340,377,864	18,480,677,993
Other current payables	1,960,839,076,779	2,035,448,576,197
VietsovPetro Joint Venture	1,891,442,305,803	1,745,537,815,133
PetroVietnam Exploration Production Corporation	57,540,629,822	286,811,871,118
Binh Son Refining & Petrochemical JSC	6,602,711,496	2,123,115,499
Others	5,253,429,658	975,774,447
Short-term advance from customers	541,961,033	541,961,033
PetroVietnam Exploration Production Corporation	541,961,033	541,961,033
Cash and cash equivalents	605,168,476,737	1,355,363,446,517
Ho Chi Minh City Development Joint Stock Commercial Bank	76,193,737,143	767,522,521,928
Vietnam Public Joint Stock Commercial Bank	528,974,739,594	587,840,924,589
Held-to-maturity investments	748,000,000,000	927,000,000,000
Ho Chi Minh City Development Joint Stock Commercial Bank	408,000,000,000	600,000,000,000
Vietnam Public Joint Stock Commercial Bank	340,000,000,000	327,000,000,000
Loan	4,999,998,400	16,442,605,982
Ho Chi Minh City Development Joint Stock Commercial Bank	-	9,463,440,282
Vietnam Public Joint Stock Commercial Bank	4,999,998,400	6,979,165,700
Short-term accrued expenses	8,795,126,991	67,660,207,768
Bien Dong Petroleum Operating Company	-	45,344,487,340
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	-	7,544,179,440
PetroVietnam Exploration Production Corporation	-	6,860,240,358
PetroVietnam Transportation Joint Stock Corporation	3,058,292,646	6,658,558,180
PVI Insurance Corporation	5,517,397,469	1,016,787,339
Vietnam Oil and Gas Group	219,436,876	-
Others	-	235,955,111

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Salary, allowance and remuneration of the Board of Directors including the Chief Executive Officer; salary of the Board of Supervisors, Vice Chief Executive Officer and the Chief Accountant during the year was as follows:

	Current year VND	Prior year VND
Salary, allowance and remuneration of the Board of Directors (including the Chief Executive Officer)	6,948,455,331	8,110,914,250
Mr. Cao Hoai Duong	1,405,862,185	1,571,622,735
Mr. Doan Van Nhuom	1,468,707,003	1,571,622,735
Mr. Nguyen Dang Trinh	1,361,580,000	1,255,275,034
Mr. Le Van Nghia	1,173,076,510	1,255,275,034
Mr. Nguyen Mau Dung	1,179,229,633	1,318,268,690
Mr. Hang Anh Minh	-	418,425,011
Mr. Le Ngoc Quang	-	418,425,011
Mr. Tran Hoai Nam	180,000,000	180,000,000
Mr. Nguyen Xuan Quyen	180,000,000	122,000,000
Salary of the Board of Supervisors	3,168,759,167	3,321,679,769
Mr. Nguyen Duc Ken	1,173,076,510	1,255,275,034
Ms. Tran Thi Phuong	-	371,831,164
Mr. Pham Thanh Son	997,841,329	1,115,493,492
Mr. Le Vinh Van	997,841,329	579,080,079
Salary of the Vice Chief Executive Officers and Chief Accountant	5,486,053,937	6,140,739,314

42. SUPPLEMENTARY INFORMATION FOR ITEMS PRESENTED IN THE CONSOLIDATED STATEMENT OF CASH FLOWS

Supplementary information for non-monetary items

Interest received, dividends and profit distributed in the year excluding the amount of VND 241,126,036,076 which is the value of the profit from investment activities in the year not yet received (prior year: VND 399,868,061,708). Therefore, a corresponding amount has been adjusted on the increase and decrease in accounts receivable.



 Phung To Van
 Preparer



 Nguyen Ngoc Ninh
 Chief Accountant



 Nguyen Dang Trinh
 Chief Executive Officer

28 February 2025