

PTSC QUANG NGAI JOINT STOCK COMPANY

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2024



**PTSC QUANG NGAI JOINT STOCK COMPANY**

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FOR THE YEAR ENDED 31 DECEMBER 2024**

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## PTSC QUANG NGAI JOINT STOCK COMPANY

### CORPORATE INFORMATION

#### Enterprise registration certificate

No. 4300351623 dated 27 December 2010 was initially issued by the Department of Planning and Investment of Quang Ngai Province and the latest 13<sup>th</sup> amendment dated 6 January 2023.

#### Board of Directors

Mr. Pham Van Hung	Chairman
Mr. Le Hong Phong	Member
Mr. Nguyen Khac Dung	Member

#### Board of Supervision

Ms. Ho Thi Kim Anh	Chief Supervisor
Mr. Ho Tan Tinh	Member
Ms. Phan Thi Thuy Trang	Member

#### Board of Management

Mr. Le Hong Phong	Director
Mr. Nguyen Van Chinh	Deputy Director
Mr. Ngo Tan Quang	Deputy Director
Mr. Nguyen Duc Hoa	Deputy Director (from 26/11/2024)
Mr. Dinh Van Quan	Deputy Director (from 26/11/2024)

#### Legal representative

Mr. Le Hong Phong	Director
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#### Registered office

Lot 4H, Ton Duc Thang Street, Le Hong Phong Ward,  
Quang Ngai City, Quang Ngai Province, Vietnam

#### Auditor

PwC (Vietnam) Limited

## PTSC QUANG NGAI JOINT STOCK COMPANY

### STATEMENT OF THE BOARD OF MANAGEMENT

#### Statement of responsibility of the Board of Management of the Company in respect of the financial statements

The Board of Management of PTSC Quang Ngai Joint Stock Company ("the Company") is responsible for preparing financial statements which give a true and fair view of the financial position of the Company as at 31 December 2024, and of its financial performance and its cash flows for the year then ended. In preparing these 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; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and enable financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the financial statements. The Board of Management is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud or error.

#### Approval of the financial statements

We hereby, approve the accompanying financial statements as set out on pages 5 to 43 which give a true and fair view of the financial position of the Company as at 31 December 2024 and of its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of financial statements.

On behalf of the Board of Management



Le Hong Phong  
Director

Quang Ngai Province, SR Vietnam  
17 March 2025





## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PTSC QUANG NGAI JOINT STOCK COMPANY**

We have audited the accompanying financial statements of PTSC Quang Ngai Joint Stock Company ("the Company") which were prepared on 31 December 2024 and approved by the Board of Management of the Company on 17 March 2025. The financial statements comprise the balance sheet as at 31 December 2024, the income statement, the cash flow statement for the year then ended, and explanatory notes to the financial statements including significant accounting policies, as set out on pages 5 to 43.

### **The Board of Management's Responsibility**

The Board of Management of the Company is responsible for the preparation and the true and fair presentation of these financial statements of the Company in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of financial statements, and for such internal control which the Board of Management determines is necessary to enable the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the 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 standards and requirements and plan and perform the audit in order to obtain reasonable assurance as to whether the financial statements of the are free from material misstatement.

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

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

### Auditor's Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2024, its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of financial statements.

### Other Matters

The financial statements of the Company for the financial year ended 31 December 2023 were audited by another auditor whose independent auditor report dated 26 March 2024 expressed an unmodified audit opinion.

The independent auditor's report is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence

For and on behalf of PwC (Vietnam) Limited



Luong Thi Anh Tuyet  
Audit Practising Licence No:  
3048-2024-006-1  
Authorised signatory



Nguyen Vu Anh Tuan  
Audit Practising Licence No:  
3631-2021-006-1

Report reference number: HCM16321  
Ho Chi Minh City, 17 March 2025

## BALANCE SHEET

Code	ASSETS	Note	As at 31 December	
			2024 VND	2023 VND
<b>100</b>	<b>CURRENT ASSETS</b>		<b>710,762,132,029</b>	<b>674,151,295,539</b>
<b>110</b>	<b>Cash and cash equivalents</b>	<b>3</b>	<b>150,258,928,895</b>	<b>177,567,161,993</b>
111	Cash		150,258,928,895	127,567,161,993
112	Cash equivalents		-	50,000,000,000
<b>120</b>	<b>Short-term investment</b>		<b>6,400,000,000</b>	<b>6,400,000,000</b>
123	Investment held to maturity	4	6,400,000,000	6,400,000,000
<b>130</b>	<b>Short-term receivables</b>		<b>377,554,162,612</b>	<b>267,500,757,430</b>
131	Short-term trade accounts receivable	5	342,271,729,468	211,868,007,294
132	Short-term prepayments to suppliers	6	21,665,611,900	29,686,344,373
136	Other short-term receivables	7(a)	17,586,737,178	28,341,361,275
137	Provision for doubtful debts – short-term		(3,969,915,934)	(2,394,955,512)
<b>140</b>	<b>Inventory</b>		<b>165,639,056,594</b>	<b>217,119,755,318</b>
141	Inventories	8	165,639,056,594	217,119,755,318
<b>150</b>	<b>Other current assets</b>		<b>10,909,983,928</b>	<b>5,563,620,798</b>
151	Short-term prepaid expenses	9(a)	2,490,029,421	2,694,768,738
152	Value Added Tax ("VAT") to be reclaimed	15(a)	8,419,954,507	2,868,852,060
<b>200</b>	<b>NON-CURRENT ASSETS</b>		<b>293,399,814,974</b>	<b>286,915,589,344</b>
<b>210</b>	<b>Long-term receivable</b>		<b>13,516,550,273</b>	<b>13,516,550,273</b>
216	Other long-term receivables	7(b)	13,516,550,273	13,516,550,273
<b>220</b>	<b>Fixed assets</b>		<b>158,029,476,367</b>	<b>166,561,490,002</b>
221	Tangible fixed assets	10(a)	156,580,769,682	164,796,994,807
222	Historical cost		942,140,078,591	900,475,547,006
223	Accumulated depreciation		(785,559,308,909)	(735,678,552,199)
227	Intangible fixed assets	10(b)	1,448,706,685	1,764,495,195
228	Historical cost		6,270,072,449	5,695,036,029
229	Accumulated amortisation		(4,821,365,764)	(3,930,540,834)
<b>240</b>	<b>Long-term assets in progress</b>		<b>88,386,196,681</b>	<b>83,479,808,106</b>
241	Long-term work in progress	11	69,815,950,708	69,815,950,708
242	Construction in progress	12	18,570,245,973	13,663,857,398
<b>260</b>	<b>Other long-term asset</b>		<b>33,467,591,653</b>	<b>23,357,740,963</b>
261	Long-term prepaid expenses	9(b)	33,467,591,653	23,357,740,963
<b>270</b>	<b>TOTAL ASSETS</b>		<b>1,004,161,947,003</b>	<b>961,066,884,883</b>

The notes on pages 9 to 43 are an integral part of these financial statements.




BALANCE SHEET  
(continued)

Code	RESOURCES	Note	As at 31 December	
			2024 VND	2023 VND
<b>300</b>	<b>LIABILITIES</b>		<b>828,457,690,181</b>	<b>813,649,043,417</b>
<b>310</b>	<b>Current liabilities</b>		<b>445,929,134,683</b>	<b>454,665,756,048</b>
311	Short-term trade accounts payable	13	240,553,959,231	254,323,631,442
312	Short-term advances from customers	14	59,025,896,751	96,373,422,417
313	Tax and other payables to the State	15(b)	3,056,871,813	3,188,004,900
314	Payable to employees	16	12,828,621,713	6,532,647,903
315	Short-term accrued expenses	17	73,553,899,184	41,127,160,694
319	Other short-term payables	18(a)	53,209,885,991	53,120,888,692
320	Short-term borrowings	19(a)	3,700,000,000	-
<b>330</b>	<b>Non-current liabilities</b>		<b>382,528,555,498</b>	<b>358,983,287,369</b>
337	Other long-term payables	18(b)	358,891,628,649	358,891,628,649
338	Long-term borrowings	19(b)	23,500,000,000	-
341	Deferred income tax liabilities		136,926,849	91,658,720
<b>400</b>	<b>OWNERS' EQUITY</b>		<b>175,704,256,822</b>	<b>147,417,841,466</b>
<b>410</b>	<b>Capital</b>		<b>175,704,256,822</b>	<b>147,417,841,466</b>
411	Owners' capital	20, 21	300,000,000,000	300,000,000,000
411a	- Ordinary shares with voting rights		300,000,000,000	300,000,000,000
418	Investment and development funds	21	4,707,250,551	4,707,250,551
421	Accumulated losses	21	(129,002,993,729)	(157,289,409,085)
421a	- Accumulated losses of the previous years		(157,289,409,085)	(179,235,872,433)
421b	- Profits of the current year		28,286,415,356	21,946,463,348
<b>440</b>	<b>TOTAL RESOURCES</b>		<b>1,004,161,947,003</b>	<b>961,066,884,883</b>

  
 Ho Vu Duy  
Preparer

  
 Trinh Luong Mot  
Chief Accountant

  
 Le Hong Phong  
Director  
17 March 2025


The notes on pages 9 to 43 are an integral part of these financial statements.

## INCOME STATEMENT

Code	Note	Year ended 31 December	
		2024 VND	2023 VND
01	Revenue from rendering of services	1,603,328,679,192	1,076,797,644,263
10	Net revenue from rendering of services	24 1,603,328,679,192	1,076,797,644,263
11	Cost of services rendered	25 (1,517,177,785,346)	(1,011,351,941,894)
20	Gross profit from rendering of services	86,150,893,846	65,445,702,369
21	Financial income	26 6,127,221,653	4,835,559,198
22	Financial expenses	(1,841,817,177)	(2,263,220,401)
23	- Including: Interest expense	(336,349,137)	(173,033,669)
26	General and administration expenses	27 (55,359,543,661)	(42,210,941,403)
30	Net operating profit	35,076,754,661	25,807,099,763
31	Other income	2,760,714,261	3,044,051,400
32	Other expenses	(1,394,225,227)	(1,322,490,123)
40	Net other income	1,366,489,034	1,721,561,277
50	Net accounting profit before tax	36,443,243,695	27,528,661,040
51	Corporate income tax ("CIT")		
	- current	28 (8,111,560,210)	(5,614,336,576)
52	CIT - deferred	28 (45,268,129)	32,138,884
60	Net profit after tax	28,286,415,356	21,946,463,348
70	Basic earnings per share	22(a) 943	732
71	Diluted earnings per share	22(b) 943	732

  
Ho Vu Duy  
Preparer

  
Trinh Luong Mot  
Chief Accountant

  
  
Le Hong Phong  
Director  
17 March 2025

The notes on pages 9 to 43 are an integral part of these financial statements.

**CASH FLOW STATEMENT**  
**(Indirect method)**

		Year ended 31 December	
Code	Note	2024 VND	2023 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
01	Net accounting profit before tax	36,443,243,695	27,528,661,040
	Adjustments for:		
02	Depreciation	50,771,581,640	49,704,156,760
03	Provisions	1,574,960,422	-
04	Unrealised foreign exchange gains	(415,140,099)	(915,955,184)
05	Profits from investing activities	(802,006,391)	(765,160,641)
06	Interest expense	336,349,137	173,033,669
08	Operating profit before changes in working capital	87,908,988,404	75,724,735,644
09	(Increase)/decrease in receivables	(114,976,596,502)	32,349,003,854
10	Decrease in inventories	51,480,698,724	25,784,698,908
11	(Decrease)/increase in payables	(3,395,963,627)	21,080,008,179
12	Increase in prepaid expenses	(6,180,084,552)	(5,945,221,336)
14	Interest paid	(336,349,137)	(173,033,669)
15	CIT paid	(8,597,424,357)	(5,666,063,675)
20	Net cash inflows from operating activities	5,903,268,953	143,154,127,905
CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets	(61,270,029,752)	(10,213,126,300)
27	Interest received	877,509,952	841,170,505
30	Net cash outflows from investing activities	(60,392,519,800)	(9,371,955,795)
CASH FLOWS FROM FINANCING ACTIVITIES			
33	Proceeds from borrowings	27,632,450,000	-
34	Repayments of borrowings	(432,450,000)	-
40	Net cash inflows from financing activities	27,200,000,000	-
50	Net (decrease)/increase in cash	(27,289,250,847)	133,782,172,110
60	Cash and cash equivalents at beginning of year	177,567,161,993	43,103,589,578
61	Effect of foreign exchange differences	(18,982,251)	681,400,305
70	Cash and cash equivalents at end of year	150,258,928,895	177,567,161,993

Notes related to the Cash flow statement are present in Note 31.

Ho Vu Duy  
Preparer

Trinh Luong Mot  
Chief Accountant

Le Hong Phong  
Director  
17 March 2025



The notes on pages 9 to 43 are an integral part of these financial statements.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2024****1 GENERAL INFORMATION****Structure of ownership**

PTSC Quang Ngai Joint Stock Company (“Company”) is a joint stock company established in the SR of Vietnam under Enterprise registration certificate No. 4300351623 initially issued by the Department of Planning and Investment of Quang Ngai Province dated 27 December 2010.

The main shareholder is PetroVietnam Technical Service Corporation (“PTSC”). Details of capital contribution are presented in Note 20.

The shares of the Company have been listed in the Unlisted Public Company Market of Hanoi Stock Exchange since 4 October 2019 with the share code of PQN.

**Principal activities**

The business sector of the Company is trading, transporting petroleum products, loading, transporting, delivering equipment and goods; processing and assembling, manufacturing components and equipment for petroleum projects, maintaining and converting floating vehicles; exploiting seaports, supplying materials and equipment for petroleum projects; shipping agency services, supplying ships, maritime brokerage; tugboat services; vessels chartering services; geophysical and engineering geological survey services; constructing civil and industrial works (manufacturing factories, auxiliary works, auxiliary technical works, warehouses, traffic works (bridges, roads, embankments, ports, leveling and drainage works); manufacturing and installing tanks for storing petroleum, liquefied gas and all types of oil and gas pipelines; and providing customs agency services and customs declaration services.

The principal activities of the Company are comprised of:

- Mechanical services and project installation;
- Repair and maintenance services;
- Supplying port-based and logistics services;
- Vessels service;
- Supply of petroleum specialized labour; and
- Sales of fuels and petroleum products.

**The normal business cycles**

The normal business cycle of the Company is within 12 months.

**Number of employees**

As at 31 December 2024, the Company has 753 employees (at 31 December 2023: 669 employees).

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****2.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of financial statements. The financial statements have been prepared under the historical cost convention.

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

The financial statements in the Vietnamese language are the official statutory financial statements of the Company. The financial statements in the English language have been translated from the Vietnamese version.

**2.2 Fiscal year**

The Company's fiscal year is from 1 January to 31 December.

**2.3 Currency**

The financial statements are measured and presented in Vietnamese Dong ("VND"), which is the Company's accounting currency.

**2.4 Exchange rates**

Transactions arising in foreign currencies are translated at exchange rates prevailing at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the income statement.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are respectively translated at the buying and selling exchange rates at the balance sheet date of the commercial bank with which the Company regularly transacts. Foreign currencies deposited in bank at the balance sheet date are translated at the buying exchange rate of the commercial bank where the Company opens its foreign currency accounts. Foreign exchange differences arising from these translations are recognised in the income statement.

**2.5 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash at banks, and other short-term investments with an original maturity of three months or less.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.6 Receivables**

Receivables represent trade receivables from customers arising from sales of goods rendering of services or non-trade receivables from others and are stated at cost. Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (from six-months or more and exclusive of the payment rescheduling between parties) or based on the estimated loss that may arise. The difference between the provision of this year and the provision of the previous year is recognised as an increase or decrease of general and administration expenses in the year. Bad debts are written off when identified as uncollectible.

Receivables are classified into short-term and long-term receivables on the balance sheet based on the remaining period from the balance sheet date to the maturity date.

**2.7 Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the weighted average method and includes direct materials, direct labour costs and those overhead expenses, purchase cost, conversion cost, and other directly-related costs incurred in bringing the inventories to their present location and condition. In the case of manufactured products, cost includes all direct expenditure and production overheads based on normal levels of operating activity. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

The Company applies the perpetual system for inventories.

Provision is made, when necessary, for obsolete, slow-moving and defective inventory items. The difference between the provision of this year and the provision of the previous year is recognised as an increase or decrease of cost of goods sold in the year.

**2.8 Investments held-to-maturity**

Investments held-to-maturity are investments which the Company has positive intention and ability to hold until maturity.

Investments held to maturity include term deposits and other investments held to maturity. Those investments are initially accounted for at cost. Subsequently, the Board of Management reviews all outstanding investments to determine the amount of provision to recognise at the year end.

Provision for diminution in value of investments held to maturity is made when there is evidence that the investment is uncollectible in whole or in part. Changes in the provision balance during the fiscal year are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

Investments held to maturity are classified into short-term and long-term investments held to maturity on the balance sheet based on the remaining period from the balance sheet date to the maturity date.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.9 Construction contracts**

A construction contract is a contract specifically negotiated for the construction of an asset or a combination of assets that are closely interrelated or interdependent in terms of design, technology and functions or ultimate purpose of use.

When the outcome of a construction contract can be estimated reliably and the contractor is entitled to be paid for work completed and certified by customer, revenue and costs related to the contract are recognised by reference to the percentage of completion and certified by customer.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised only to the extent of contract costs incurred whose recovery is probable. Contract costs are recognised only when they are incurred during the fiscal year.

**2.10 Fixed assets***Tangible and intangible fixed assets*

Fixed assets are stated at historical cost less accumulated depreciation or amortisation. Historical cost includes any expenditure that is directly attributable to the acquisition of the fixed assets bringing them to suitable conditions for their intended use. Expenditure which is incurred subsequently and has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost. Otherwise, such expenditure is charged to the income statement when incurred in the year.

*Depreciation and amortisation*

Fixed assets are depreciated and amortised using the straight-line basis so as to write off the depreciable amount of the fixed assets over their estimated useful lives or over the term of the Investment registration certificate if shorter. Depreciable amount equals to the historical cost of fixed assets recorded in the financial statements minus (-) the estimated disposal value of such assets. The estimated useful lives of each asset class are as follows:

Plant and buildings	5 – 40 years
Machinery and equipment	5 – 20 years
Motor vehicles	6 – 20 years
Office equipment	3 – 10 years
Others	4 years
Software	3 – 5 years

*Disposals*

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount of the fixed assets and are recognised as income or expense in the income statement.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.10 Fixed assets (continued)***Construction in progress*

Construction in progress represents the cost of assets in the course of installation or construction for production, rental or administrative purposes, or for purposes not yet determined, included costs to construct, costs of tools and equipment and construction consulting expenditure. Depreciation of these assets, on the same basis as other fixed assets, commences when they are ready for their intended use.

**2.11 Leased assets**

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the income statement on a straight-line basis over the term of the lease.

**2.12 Prepaid expenses**

Prepaid expenses include short-term and long-term prepayments on the balance sheet. Short-term prepaid expenses represent prepayments for services; or tools that do not meet the recognition criteria for fixed assets for a period not exceeding 12 months or a business cycle from the date of prepayment. Long-term prepaid expenses represent prepayments for services; or tools, which do not meet the recognition criteria for fixed assets for a period exceeding 12 months or more than one business cycle from the date of prepayment. Prepaid expenses are recorded at historical cost and allocated on a straight-line basis over their estimated useful lives.

**2.13 Payables**

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services; and
- Other payables are non-trade payables, and payables not relating to purchases of goods and services.

Payables are classified into short-term and long-term payables on the balance sheet based on the remaining period from the balance sheet date to the maturity date.

**2.14 Borrowings**

Borrowings include borrowings from banks.

Borrowings are classified into short-term and long-term borrowings and finance lease liabilities on the balance sheet based on the remaining period from the balance sheet date to the maturity date.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.15 Accrued expenses**

Accrued expenses include liabilities for goods and services received in the year but not yet paid due to pending invoice or insufficient records and documents. Accrued expenses are recorded as expenses in the reporting year.

**2.16 Provisions**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provision is not recognised for future operating losses.

Provisions are measured at the level of the expenditures expected to be required to settle the obligation. If the time value of money is material, provision will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a financial expense. Changes in the provision balance during the fiscal year are recorded as an increase or decrease in operating expenses.

**2.17 Capital**

Owners' capital is recorded according to the actual amounts contributed at the par value of the shares.

Accumulated losses record the Company's results after CIT at the reporting date.

**2.18 Appropriation of profit**

The Company's dividends are recognised as a liability in the financial statements in the year according to Resolution of Board of Directors after the dividends are approved by shareholders at the Annual General Meeting of Shareholders.

Net profit after CIT could be distributed to shareholders after approval a Annual General Meeting of Shareholders, and after appropriation to other funds in accordance with the Company's charter and Vietnamese regulations.

The Company's fund are as below:

**Investment and development fund**

Investment and development fund is appropriated from profit after CIT of the Company and subject to shareholders' approval at the General Meeting. This fund is used for expanding and developing the business of the Company.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.19 Revenue recognition****(a) Revenue from construction contracts**

Revenues from construction contracts are comprised of the revenue initially set out in contracts; increases and/or decreases during the term of the contract; bonuses; and other payments to be received from customers or other parties to compensate for the costs not included in the contractual price; other payments that customers agreed to compensate, and other payments provided that these amounts can change the revenue and can be reliably determined. Revenue from construction contracts is recognised in accordance with the guidance presented in Note 2.9.

**(b) Revenue from rendering of services**

Revenue from rendering of services is recognised in the income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided. Revenue from the rendering of services is only recognised when all four (4) of the following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The percentage of completion of the transaction at the balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

**(c) Interest income**

Interest income is recognised in the income statement on the basis of the actual time and interest rates for each period when both two (2) of the following conditions are satisfied:

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

**2.20 Cost of services rendered**

Cost of services rendered are cost of services rendered provided during the year and recorded on the basis of matching with revenue and on a prudent basis.

**2.21 Financial expenses**

Financial expenses are expenses incurred in the year for financial activities including expenses of borrowing, losses from foreign exchange differences.

**2.22 General and administration expenses**

General and administration expenses represent expenses for administrative purposes.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.23 Current and deferred income tax**

Income tax includes all income tax which is based on taxable profits. Income tax expense comprises current income tax expense and deferred income tax expense.

Current income tax is the amount of income tax payable or recoverable in respect of the current year taxable profits at the current year tax rates. Current and deferred income tax are recognised as an income or an expense and included in the profit or loss of the year, except to the extent that the income tax arises from a transaction or event which is recognised, in the same or a different year, directly in equity.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the financial year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

**2.24 Related parties**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies and fellow companies in group are related parties of the Company. Associates, joint ventures and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the Company, key management personnel, including Chairman and members of the Board of Directors, Director and members of the Board of Management, close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering its relationship with each related party, the Company considers the substance of the relationship not merely the legal form.

**2.25 Segment reporting**

A segment is a component which can be separated by the Company engaged in sales of goods or rendering of services ("business segment"), or sales of goods or rendering of services within a particular economic environment ("geographical segment"). Each segment is subject to risks and returns that are different from those of other segments. A reportable segment is the Company's business segment or the Company's geographical segment.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.26 Critical accounting estimates**

The preparation of financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of financial statements 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 date of the financial statements and the reported amounts of revenues and expenses during the fiscal year.

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

**3 CASH AND CASH EQUIVALENTS**

	2024 VND	2023 VND
Cash on hand	30,342,620	56,848,599
Cash at bank	150,228,586,275	127,510,313,394
Cash equivalents (*)	-	50,000,000,000
	<u>150,258,928,895</u>	<u>177,567,161,993</u>

(\*) Cash equivalents include term deposits in VND with the original maturity of three months or less at commercial bank and earned interest at the rates from 1.6% per annum to 3% per annum. These deposits were matured in 2024.

**4 INVESTMENTS HELD TO MATURITY**

Investments held to maturity include term deposits in VND at Joint Stock Commercial Bank for Foreign trade of Vietnam – Quang Ngai Branch, which will be matured on 5 September 2025, and earned interest at 4.1% per annum (as at 31 December 2023: 5.2% per annum).



## 5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	2024 VND	2023 VND
Third parties		
Baltec IES Pty. Ltd.	104,320,995,601	30,836,355,323
GE Vernova Operations LLC	39,007,953,373	-
Others	74,126,567,820	79,929,925,911
Related parties (Note 32(b))	124,816,212,674	101,101,726,060
	<u>342,271,729,468</u>	<u>211,868,007,294</u>

As at 31 December 2024 and 31 December 2023, the balance of short-term receivables from customers that are overdue for payment for more than 3 years and are assessed as doubtful is VND 3,969,915,934, with full provision made. Specifically as follows:

	2024		Overdue days
	Cost VND	Provision VND	
<b>Receivables that were past due</b>			
Zeeco, Inc.	1,574,960,422	1,574,960,422	Over 3 years
Manh Hung Company Limited	1,094,702,824	1,094,702,824	Over 3 years
Civil Engineering Construction Corporation No.1	744,097,000	744,097,000	Over 3 years
Truong Ky processing importing and exporting product Limited	303,967,106	303,967,106	Over 3 years
Others	252,188,582	252,188,582	Over 3 years
	<u>3,969,915,934</u>	<u>3,969,915,934</u>	
	2023		Overdue days
	Cost VND	Provision VND	
<b>Receivables that were past due</b>			
Zeeco, Inc.	1,574,960,422	-	Over 3 years
Manh Hung Company Limited	1,094,702,824	1,094,702,824	Over 3 years
Civil Engineering Construction Corporation No.1	744,097,000	744,097,000	Over 3 years
Truong Ky processing importing and exporting product Limited	303,967,106	303,967,106	Over 3 years
Others	252,188,582	252,188,582	Over 3 years
	<u>3,969,915,934</u>	<u>2,394,955,512</u>	

**6 SHORT-TERM PREPAYMENTS TO SUPPLIERS**

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Third parties		
Elcom Technology Communications Corporation (prior name Electronics Communication Technology Investment Development Corporation Elcom) ("Elcom") (Note 11)	8,006,087,689	8,006,087,689
Integration Automation and Control Systems Co. Ltd.	7,175,146,413	7,175,146,413
Khanh Linh Equipment & Engineering Jsc.	2,203,203,200	-
Others	4,116,126,276	14,398,427,309
Related parties (Note 32(b))	165,048,322	106,682,962
	<u>21,665,611,900</u>	<u>29,686,344,373</u>

**7 OTHER RECEIVABLES****(a) Short-term**

	<b>2024</b>		<b>2023</b>	
	<b>Book value</b>	<b>Provision</b>	<b>Book value</b>	<b>Provision</b>
	<b>VND</b>	<b>VND</b>	<b>VND</b>	<b>VND</b>
Accrued revenue from rendering of services	9,530,207,978	-	13,709,646,986	-
Deposits (*)	6,047,013,769	-	13,807,805,489	-
Others	2,009,515,431		823,908,800	
	<u>17,586,737,178</u>	<u>-</u>	<u>28,341,361,275</u>	<u>-</u>
in which:				
Third parties	8,004,963,463	-	15,456,778,297	-
Related party (Note 32(b))	9,581,773,715	-	12,884,582,978	-
	<u>17,586,737,178</u>	<u>-</u>	<u>28,341,361,275</u>	<u>-</u>

**7 OTHER RECEIVABLES (continued)****(b) Long-term**

	<b>2024</b>		<b>2023</b>	
	<b>Book value VND</b>	<b>Provision VND</b>	<b>Book value VND</b>	<b>Provision VND</b>
Deposits (*)	2,000,000,000	-	2,000,000,000	-
Bio-fuels Ethanol Plant project (Note 11) (**)	11,516,550,273	-	11,516,550,273	-
	<u>13,516,550,273</u>	<u>-</u>	<u>13,516,550,273</u>	<u>-</u>

(\*) Deposits include term deposits at commercial banks for the purpose of ensuring the Company's project implementation. These deposits are classified as short-term and long-term based on the expected schedule the deposits refunded from the balance sheet date.

(\*\*) This is the amount that the Company has paid on behalf of Elcom for the implementation of the Bio-fuels Ethanol Plant project ("Bio Ethanol").

As at 31 December 2024 and 31 December 2023, except for the balances related to the Bio Ethanol (Note 11), there was no balance of other long-term receivables that was past due or not past due but doubtful.

**8 INVENTORIES**

	<b>2024</b>		<b>2023</b>	
	<b>Cost VND</b>	<b>Provision VND</b>	<b>Cost VND</b>	<b>Provision VND</b>
Raw materials	56,016,121,463	-	51,651,208,537	-
Work in progress (*)	109,622,935,131	-	165,468,546,781	-
	<u>165,639,056,594</u>	<u>-</u>	<u>217,119,755,318</u>	<u>-</u>

(\*) Work-in-progress represent the expenses incurred related to construction contracts, including mechanical services, construction and installation, and the supply of equipment for industrial projects; repair, maintenance, and replacement services for refinery plants.

	<b>2024 VND</b>	<b>2023 VND</b>
Long Son Petrochemical refinery project	62,944,645,989	87,068,835,922
GE Dolna Odra processing project	23,403,113,106	46,646,412,811
Others	23,275,176,036	31,753,298,048
	<u>109,622,935,131</u>	<u>165,468,546,781</u>



**9 PREPAID EXPENSES****(a) Short-term**

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Tools and supplies	2,231,914,617	1,210,188,803
Insurance fees	136,869,559	1,381,774,081
Repair costs	121,245,245	102,805,854
	<u>2,490,029,421</u>	<u>2,694,768,738</u>

**(b) Long-term**

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Tools, supplies	21,217,721,005	19,573,424,960
Renovation and construction costs	12,249,870,648	3,784,316,003
	<u>33,467,591,653</u>	<u>23,357,740,963</u>

Movement of short-term and long-term prepaid expenses during the financial year is as follows:

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Beginning of year	26,052,509,701	19,849,558,486
Increase	27,037,912,589	27,135,141,464
Transfer from construction in progress (Note 12)	3,725,026,821	-
Allocation	<u>(20,857,828,037)</u>	<u>(20,932,190,249)</u>
End of year	<u>35,957,621,074</u>	<u>26,052,509,701</u>

## PTSC QUANG NGAI JOINT STOCK COMPANY

Form B 09 – DN

## 10 FIXED ASSETS

## (a) Tangible fixed assets

	Plant and buildings VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
<b>Historical cost</b>						
As at 1 January 2024	271,983,376,643	110,480,078,051	507,132,114,375	8,606,686,072	2,273,291,865	<b>900,475,547,006</b>
New purchases	-	22,155,807,106	18,429,166,667	122,850,000	35,000,000	<b>40,742,823,773</b>
Transfers from construction in progress (Note 12)	739,279,648	182,428,164	-	-	-	<b>921,707,812</b>
As at 31 December 2024	<u>272,722,656,291</u>	<u>132,818,313,321</u>	<u>525,561,281,042</u>	<u>8,729,536,072</u>	<u>2,308,291,865</u>	<b><u>942,140,078,591</u></b>
<b>Accumulated depreciation</b>						
As at 1 January 2024	203,910,279,349	84,529,034,987	438,576,181,942	6,389,764,056	2,273,291,865	<b>735,678,552,199</b>
Charge for the year	11,406,902,012	8,010,157,475	29,630,103,795	798,593,428	35,000,000	<b>49,880,756,710</b>
As at 31 December 2024	<u>215,317,181,361</u>	<u>92,539,192,462</u>	<u>468,206,285,737</u>	<u>7,188,357,484</u>	<u>2,308,291,865</u>	<b><u>785,559,308,909</u></b>
<b>Net book value</b>						
As at 1 January 2024	<u>68,073,097,294</u>	<u>25,951,043,064</u>	<u>68,555,932,433</u>	<u>2,216,922,016</u>	-	<b><u>164,796,994,807</u></b>
As at 31 December 2024	<u>57,405,474,930</u>	<u>40,279,120,859</u>	<u>57,354,995,305</u>	<u>1,541,178,588</u>	-	<b><u>156,580,769,682</u></b>

As at 31 December 2024, the Company's tangible fixed assets with a total remaining value of VND 35,716,748,842 were used as collateral for the Company's bank loans (Note 19).

As at 31 December 2024, the historical cost tangible fixed assets fully depreciated but still in use was VND 246,508,114,770 (as at 31 December 2023: VND 238,541,662,426).

**10 FIXED ASSETS (continued)****(b) Intangible fixed assets****Software  
VND****Historical cost**

As at 1 January 2024

5,695,036,029

New purchases

575,036,420

As at 31 December 2024

6,270,072,449

**Accumulated amortisation**

As at 1 January 2024

3,930,540,834

Charge for the year

890,824,930

As at 31 December 2024

4,821,365,764

**Net book value**

As at 1 January 2024

1,764,495,195

As at 31 December 2024

1,448,706,685

As at 31 December 2024, the historical cost intangible fixed assets fully amortised but still in use was VND 3,452,661,029 (as at 31 December 2023: VND 2,753,058,029).

**11 LONG-TERM WORK IN PROGRESS**

The balance represents the work in progress corresponding to 5% of the remaining value of the construction contract for the Bio Ethanol Project between the Company, the subcontractors, and the investor, Vietnam Central Biofuels Joint Stock Company ("BSR-BF"), which commenced from 2009. This project was substantially completed in 2012. However, the project is still in the progress of finalisation and issuance of handover and final acceptance settlement by the investor.

## 11 LONG-TERM WORK IN PROGRESS

As at 31 December 2024, the Company has the following balances related to the project:

	2024 VND
<b>Balances with BSR-BF</b>	
Long-term work in progress which are billable to BSR-BF	69,815,950,708
Advances from customers (Note 14)	(45,816,725,642)
	<u>23,999,225,066</u>
<b>Balances with Alfa Laval (India) Limited</b>	
Trade accounts payable (Note 13)	(10,697,890,592)
Other payables (Note 18)	(1,864,449,770)
	<u>(12,562,340,362)</u>
<b>Balances with Elcom</b>	
Prepayment to supplier (Note 6)	8,006,087,689
Payment on behalf (Note 7)	11,516,550,273
Accrued expenses (Note 17)	(21,542,185,474)
	<u>(2,019,547,512)</u>
<b>Payables to Mien Trung Petroleum Construction Joint Stock Company</b>	
Trade accounts payable (Note 13)	(17,991,816,573)
	<u>(17,991,816,573)</u>
<b>Payable to other subcontractors</b>	
Accrued expenses (Note 17)	(7,019,841,661)
	<u>(7,019,841,661)</u>

The Board of Management assesses that:

- The Company has the right to offset the long-term work in progress which are billable to BSR-BF against the advance from customer made by BSR-BF, pursuant to the Minutes of EPC Contract (Engineering, Procurement and Construction contract) Finalisation Meeting dated 30 August 2022 between the Company and BSR-BF.
- Pursuant to the EPC Contract between BSR-BF, Alfa Laval (India) Limited, and the Company (representing PTSC Corporation), due to the back-to-back nature of the contract, the Company has the right to refuse payment to Alfa Laval (India) Limited if the investor does not finalise and settle the Company.
- Based on the Company's assessment, contracts with subcontractors such as Elcom, Mien Trung Petroleum Construction Joint Stock Company, and other subcontractors also have the back-to-back nature, and these balances can only be collectible, settled, or offset against each others when the project is finalised and accepted by the investor, acknowledged the project as completed and operational.



**11 LONG-TERM WORK IN PROGRESS (continued)**

In addition, on 27 May 2024, the People's Court of Quang Ngai Province issued Decision No. 01/2024/QD-MTTPS to initiate bankruptcy proceedings against BSR-BF. Currently, the People's Court of Quang Ngai Province is in the process of collection of evidences and verification of receivables and payables of BSR-BF. Accordingly, the Board of Management assesses that the receivables and payables balances between the Company and BSR-BF will also depend on the final judgment of the Court.

Based on the above assessments, as of the approval date of these financial statements, the Board of Management believes that there are no: (1) significant losses related to the long-term work in progress and the aforementioned receivables, and (2) any contingent liability related to the Bio Ethanol Project.

**12 CONSTRUCTION IN PROGRESS**

Details of construction in progress by project are as follows:

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Project expansion Dung Quat		
Mechanical Workshop	14,451,292,934	9,168,409,553
Others	4,118,953,039	4,495,447,845
	<u>18,570,245,973</u>	<u>13,663,857,398</u>

Movements in the construction in progress during the year were as follows:

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Beginning of year	13,663,857,398	17,456,533,317
Purchase	9,553,123,208	2,480,985,264
Transfers to fixed assets (Note 10(a))	(921,707,812)	(6,273,661,183)
Transfers to long-term prepaid expense (Note 9(b))	(3,725,026,821)	-
End of year	<u>18,570,245,973</u>	<u>13,663,857,398</u>

**13 SHORT-TERM TRADE ACCOUNTS PAYABLE**

	<b>2024</b> <b>Value/Able-to-pay</b> <b>amount</b> <b>VND</b>	<b>2023</b> <b>Value/Able-to-pay</b> <b>amount</b> <b>VND</b>
Third parties		
Megarig Industries Co., Ltd	24,340,183,560	-
Gia Quang Phat Joint Stock Company	16,870,867,466	26,333,129,620
Shandong Runh Power Plant Engineering Technology Co., Ltd.	13,645,982,773	12,880,089,852
Alfa Laval (India) Limited (Note 11)	10,697,890,592	9,922,731,467
Others	146,052,108,958	171,010,883,079
Related parties (Note 32(b)) (*)	28,946,925,882	34,176,797,424
	<u>240,553,959,231</u>	<u>254,323,631,442</u>

(\*) Included in the balances with related parties as of 31 December 2024 and 31 December 2023, is VND 17,991,816,573 of with Mien Trung Petroleum Construction Joint Stock Company related to the Bio Ethanol Project (Note 11).

**14 SHORT-TERM ADVANCES FROM CUSTOMERS**

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Third parties	2,835,248,112	194,347,300
Related parties (Note 32(b)) (*)	56,190,648,639	96,179,075,117
	<u>59,025,896,751</u>	<u>96,373,422,417</u>

(\*) Included in the balances with related parties as of 31 December 2024, and 31 December 2023, is VND 45,816,725,642 with Central Petroleum Biofuel Joint Stock Company – the investor of the Bio Ethanol Plant Project (Note 11).



## 16 TAX AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE

Movements of taxes and other receivables from/payables to the State were during the financial year as follows:

	As at 1.1.2024 VND	Receivable/ payable during the year VND	Refunded/ paid during the year VND	Netted off VND	As at 31.12.2024 VND
<b>(a) Receivable</b>					
VAT to be reclaimed	2,868,852,060	102,242,348,770	-	(96,691,246,323)	8,419,954,507
<b>(b) Payables</b>					
VAT output	-	100,296,949,569	(3,605,703,246)	(96,691,246,323)	-
CIT	2,963,771,842	8,111,560,210	(8,597,424,357)	-	2,477,907,695
Withholding tax	-	4,044,921,264	(4,044,921,264)	-	-
Personal income tax	224,233,058	4,027,731,759	(3,673,000,699)	-	578,964,118
Import tax	-	830,212,444	(830,212,444)	-	-
Land tax	-	474,490,874	(474,490,874)	-	-
Others	-	5,000,000	(5,000,000)	-	-
	3,188,004,900	117,790,866,120	(21,230,752,884)	(96,691,246,323)	3,056,871,813

**16 PAYABLE TO EMPLOYEES**

Payable to employees mainly consists of 2024 bonuses for employees as approved by Board of Management of the Company.

**17 SHORT-TERM ACCRUED EXPENSES**

	2024 VND	2023 VND
Project of subdivision 85 - warehouse 182 of Dung Quat oil refinery	37,417,720,727	6,788,651,388
Bio Ethanol project (*)	28,562,027,135	28,562,027,135
Others	7,574,151,322	5,776,482,171
	<u>73,553,899,184</u>	<u>41,127,160,694</u>

(\*) Includes the value of the accumulated work volume up to 31 December 2024 and 31 December 2023 is VND21,542,185,474 which Elcom performed for Bio Ethanol project in the form of a subcontractor of the Company (Note 11).

**18 OTHER PAYABLES****(a) Short-term**

	2024 VND	2023 VND
Financial support from Parent Company (Note 32(b)) (*)	30,315,308,221	30,315,308,221
Payable to employee	17,292,449,784	17,056,888,472
Others	3,737,678,216	3,884,242,229
Bio-fuels Ethanol Plant Project (Note 11) (**)	1,864,449,770	1,864,449,770
	<u>53,209,885,991</u>	<u>53,120,888,692</u>

**(b) Long-term**

	2024 VND	2023 VND
Financial support from Parent Company (Note 32(b)) (*)	<u>358,891,628,649</u>	<u>358,891,628,649</u>

(\*) This is a financial support from PTSC Corporation, the parent company of the Company, and this support is interest-free. These balances will be repaid according to the schedule required by PTSC Corporation. These payables are classified as short-term and long-term based on the repayment schedule required by the parent company as of the balance sheet date.

(\*\*) This is the amount that Alfa Laval (India) Limited has paid on behalf of the Company during the implementation of the Bio Ethanol Plant project.

**19 BORROWINGS****(a) Short-term**

	As at 1.1.2024 VND	Increase VND	Decrease VND	Current portion of long-term borrowings VND	As at 31.12.2024 VND
Bank loan	-	-	-	3,700,000,000	3,700,000,000

**(b) Long-term**

	As at 1.1.2024 VND	Increase VND	Decrease VND	Current portion of long-term borrowings VND	As at 31.12.2024 VND
Bank loan	-	27,632,450,000	(432,450,000)	(3,700,000,000)	23,500,000,000

Details of bank loans are as follows:

Lender	Currency	2024	
		Current portion of long-term borrowings VND	Long-term borrowings VND
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Quang Ngai branch	VND	3,700,000,000	23,500,000,000

These loans are disbursed to finance acquisition of fixed assets and have a repayment schedule within 28 quarters from the disbursement date. According to the agreed schedule with the bank, born an interest rate of 7% per annum, and are secured by the Company's tangible fixed assets (Note 10(a)).



**20 OWNERS' CAPITAL****(a) Number of shares**

	<b>31.12.2024</b>		<b>31.12.2023</b>	
	<b>Ordinary shares</b>	<b>Preference shares</b>	<b>Ordinary shares</b>	<b>Preference shares</b>
Number of shares registered	30,000,000	-	30,000,000	-
Number of shares issued	30,000,000	-	30,000,000	-
Number of existing shares in circulation	30,000,000	-	30,000,000	-

**(b) Details of owners' shareholding**

	<b>31.12.2024</b>		<b>31.12.2023</b>	
	<b>Ordinary shares</b>	<b>%</b>	<b>Ordinary shares</b>	<b>%</b>
PTSC	285,581,000,000	95.2	285,581,000,000	95.2
Modern Bank of Vietnam Limited (previously known as Ocean Commercial One Member Limited Liability Bank)	10,000,000,000	3.3	10,000,000,000	3.3
Others	4,419,000,000	1.5	4,419,000,000	1.5
Number of share issued/ outstanding	300,000,000,000	100	300,000,000,000	100

**(c) Movement of share capital**

	<b>Number of shares</b>	<b>Ordinary shares VND</b>	<b>Total VND</b>
As at 1 January 2023	30,000,000	300,000,000,000	300,000,000,000
As at 31 December 2023	30,000,000	300,000,000,000	300,000,000,000
As at 31 December 2024	30,000,000	300,000,000,000	300,000,000,000

Par value per share: VND10,000/share. Company has no preference shares.

## PTSC QUANG NGAI JOINT STOCK COMPANY

Form B 09 – DN

## 21 MOVEMENTS IN OWNERS' EQUITY

	Owners' capital VND	Development and investment fund	Accumulated losses VND	Total VND
As at 1 January 2023	300,000,000,000	4,707,250,551	(179,235,872,433)	<b>125,471,378,118</b>
Net profit for the year	-	-	21,946,463,348	<b>21,946,463,348</b>
As at 31 December 2023	300,000,000,000	4,707,250,551	(157,289,409,085)	<b>147,417,841,466</b>
Net profit for the year	-	-	28,286,415,356	<b>28,286,415,356</b>
As at 31 December 2024	300,000,000,000	4,707,250,551	(129,002,993,729)	<b>175,704,256,822</b>

**22 EARNINGS PER SHARE****(a) Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit attributable to shareholders after deducting the bonus and welfare funds and preferred share dividend by the weighted average number of ordinary shares outstanding during the year, adjusted for bonus shares issued during the year and excluding treasury shares. The details were as follows:

	For the year ended	
	31.12.2024	31.12.2023
Net profit attributable to shareholders (VND)	28,286,415,356	21,946,463,348
Weighted average number of ordinary shares in issue (shares)	30,000,000	30,000,000
Basic earnings per share (VND)	943	732

**(b) Diluted earnings per share**

The Company did not have any ordinary shares potentially diluted during the year and up to the date of this financial statements. Therefore, diluted earnings per share is equal to basic earnings per share.

**23 OFF BALANCE SHEET ITEM****Foreign currency**

As at 30 June 2024 included in cash are balances held in foreign currencies of US\$2,375,301.9 and EUR4.04 (as at 31 December 2023: US\$1,989,175 and EUR343,767).



**24 NET REVENUE FROM RENDERING OF SERVICES**

	<b>2024 VND</b>	<b>2023 VND</b>
<b>Net revenue from rendering of services</b>		
Net revenue from construction contracts (*)	132,949,198,182	279,828,898,255
Net revenue from assembling and repair	1,156,384,929,062	474,489,490,188
Net revenue from providing port services and other related services	313,994,551,948	322,479,255,820
	<u>1,603,328,679,192</u>	<u>1,076,797,644,263</u>

(\*) Accumulated revenue from construction contracts is as follows:

	<b>2024 VND</b>	<b>2023 VND</b>
Accumulated revenue from completed construction contract during the year	38,015,808,401	415,373,006,738
Accumulated revenue from in-progress construction contract during the year	787,700,606,591	692,767,216,810
	<u>825,716,414,992</u>	<u>1,108,140,223,548</u>

**25 COST OF SERVICES RENDERED**

	<b>2024 VND</b>	<b>2023 VND</b>
Cost of construction contracts	131,819,961,310	263,147,912,598
Cost of assembling and repair	1,090,321,917,780	448,662,860,265
Cost of providing port services and other related services	295,035,906,256	299,541,169,031
	<u>1,517,177,785,346</u>	<u>1,011,351,941,894</u>

**26 FINANCIAL INCOME**

	<b>2024 VND</b>	<b>2023 VND</b>
Interest income	802,006,391	765,160,641
Net gain from foreign currency translation at year-end	415,140,099	915,955,184
Realised foreign exchange gains	4,910,075,163	3,154,443,373
	<u>6,127,221,653</u>	<u>4,835,559,198</u>

**27 GENERAL AND ADMINISTRATION EXPENSES**

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Staff costs	31,167,486,878	19,992,669,669
Outside services (*)	6,204,489,973	4,689,938,537
Depreciation and amortisation	1,599,583,624	1,659,576,598
Provision for doubtful debts	1,574,960,422	-
Tax and other fees	340,128,066	207,154,787
Others	14,472,894,698	15,661,601,812
	<u>55,359,543,661</u>	<u>42,210,941,403</u>

(\*) The fee of audit and review of the financial statements for the year ended 31 December 2024, is VND300,000,000 (for the year ended 31 December 2023: VND318,000,000).

**28 CORPORATE INCOME TAX ("CIT")**

The CIT tax on the Company's accounting profit before tax differs from the theoretical amount that would arise using the applicable tax rate as follows:

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Net accounting profit before tax	36,443,243,695	27,528,661,040
Tax calculated at a rate of 20%	7,288,648,739	5,505,732,208
Effect of:		
Expenses not deductible for tax purposes	868,179,600	235,795,036
Temporary differences which no deferred income tax asset was recognised	-	(159,329,552)
CIT charge (*)	<u>8,156,828,339</u>	<u>5,582,197,692</u>
Charged/(credited) to income statement:		
CIT – current	8,111,560,210	5,614,336,576
CIT – deferred	45,268,129	(32,138,884)
CIT charge	<u>8,156,828,339</u>	<u>5,582,197,692</u>

(\*) The CIT charge for financial year is based on the estimated taxable income and is subject to the review and possible adjustments by the tax authorities.

**29 COST BY FACTOR**

Costs by factor represent all costs incurred during the year from the Company's operating activities, excluding cost of merchandise for trading activities. The details are as follows:

	<b>2024</b> <b>VND</b>	<b>2023</b> <b>VND</b>
Raw materials	557,700,512,573	322,430,351,794
Outside services	727,175,156,776	545,993,762,638
Staff costs	162,673,947,261	145,944,959,381
Depreciation and amortisation	50,771,581,640	49,700,280,534
Others	18,505,057,641	16,807,149,793
	<u>1,516,826,255,891</u>	<u>1,080,876,504,140</u>



## 30 SEGMENT REPORTING

The Board of Management of the Company has determined that the Company's management decisions are primarily based on the services provided by the Company, as presented in Note 24. Therefore, the Company's primary segment reporting is based on business sectors. Since the Company only operates within the territory of Vietnam, it does not prepare segment reports based on geographical areas.

Segment information based on the business activities of the Company is as follows:

	Year ended 31 December 2024		
	Construction contracts, mechanical services and project installation VND	Supplying port-based and logistics services VND	Total VND
Revenue from rendering services	1,289,334,127,244	313,994,551,948	1,603,328,679,192
Cost of service rendered	(1,222,141,879,090)	(295,035,906,256)	(1,517,177,785,346)
<b>Net operating profit</b>	<b>67,192,248,154</b>	<b>18,958,645,692</b>	<b>86,150,893,846</b>
General and administration expenses			(55,359,543,661)
Net income from financing activities			4,285,404,476
<b>Net operating profit</b>			<b>35,076,754,661</b>
Net other income			1,366,489,034
<b>Net accounting profit before tax</b>			<b>36,443,243,695</b>
CIT - current			(8,111,560,210)
CIT - deferred			(45,268,129)
<b>Net profit after tax</b>			<b>28,286,415,356</b>
Segment assets	281,165,345,161	722,996,601,842	1,004,161,947,003
<b>Total assets</b>			<b>1,004,161,947,003</b>
Segment liabilities	231,968,153,251	596,489,536,930	828,457,690,181
<b>Total liabilities</b>			<b>828,457,690,181</b>

## 30 SEGMENT REPORTING (continued)

Business activity segment (continued)

	Year ended 31 December 2023		
	Construction contracts, mechanical services and project installation VND	Supplying port-based and logistics services VND	Total VND
Revenue from rendering services	754,318,388,443	322,479,255,820	1,076,797,644,263
Cost of service rendered	(711,810,772,863)	(299,541,169,031)	(1,011,351,941,894)
<b>Net operating profit</b>	<b>42,507,615,580</b>	<b>22,938,086,789</b>	<b>65,445,702,369</b>
General and administration expenses			(42,210,941,403)
Net income from financing activities			2,572,338,797
<b>Net operating profit</b>			<b>25,807,099,763</b>
Net other income			1,721,561,277
<b>Net accounting profit before tax</b>			<b>27,528,661,040</b>
CIT - current			(5,614,336,576)
CIT - deferred			32,138,884
<b>Net profit after tax</b>			<b>21,946,463,348</b>
Segment assets	269,098,727,767	691,968,157,116	961,066,884,883
<b>Total assets</b>			<b>961,066,884,883</b>
Segment liabilities	227,821,732,157	585,827,311,260	813,649,043,417
<b>Total liabilities</b>			<b>813,649,043,417</b>

## 31 ADDITIONAL INFORMATION ON CERTAIN ITEMS OF THE CASH FLOW STATEMENT

## Non-cash transactions affecting the cash flow statement

	2024 VND	2023 VND
Purchase of fixed assets and other long-term assets that have not yet been settled	886,007,790	11,285,054,141

## 32 RELATED PARTY DISCLOSURES

The Company is controlled by PTSC, which owns 95.2% of the Company's charter capital (Note 20).

The ultimate parent of the Company is Vietnam Oil and Gas Group ("PVN"), a company incorporated in Vietnam. Accordingly, PVN, PTSC, its branches and subsidiaries and fellow affiliates of PVN and PTSC are considered the Company's related parties. Details of the key related parties and relationship are given as below:

Name	Relationship
PVN	Ultimate parent company
PTSC	Parent company
Branch of Petrovietnam Technical Services Corporation – Long Phu Power Project Management Board	Branch of PTSC
Branch of Petrovietnam Technical Services Corporation – PTSC Marine	Branch of PTSC
Branch of Petrovietnam Technical Services Corporation – PTSC Supply Base	Branch of PTSC
Branch of Petrovietnam Technical Services Corporation – PTSC Da Nang	Branch of PTSC
Petro Hotel Company Limited	Subsidiary of PTSC
PTSC Offshore Services Joint Stock Company	Subsidiary of PTSC
PTSC Thanh Hoa Technical Services Company	Subsidiary of PTSC
PTSC Production Services Joint Stock Company	Subsidiary of PTSC
The Russia - Vietnam Joint Venture – Vietsovpetro	Affiliate of PVN Group
Binh Son Refining and Petrochemical Joint Stock Company	Affiliate of PVN Group
Dungquat Shipbuilding Industry Company Ltd	Affiliate of PVN Group
Petrovietnam Oil Corporation ("PV Oil")	Affiliate of PVN Group
Petrovietnam Chemical and Services Corporation	Affiliate of PVN Group
PV Oil Mien Trung Joint Stock Company	Affiliate of PVN Group
Vietnam Petroleum Institute	Affiliate of PVN Group
Mien Trung Petroleum Construction Joint Stock Company	Affiliate of PVN Group
Petrovietnam Security Service Corporation	Affiliate of PVN Group
Petroleum Maintenance Services Joint Stock Company	Affiliate of PVN Group
Vietnam Central Biofuels Joint Stock Company ("BSR-BF")	Affiliate of PVN Group
Petrovietnam Transportation Corporation	Affiliate of PVN Group
Petrovietnam Engineering Consultancy Joint Stock Company	Affiliate of PVN Group
Petrovietnam Energy Technological Corporation	Affiliate of PVN Group
Quang Ngai Petro Transportation Joint Stock Company	Affiliate of PVN Group



## 32 RELATED PARTY DISCLOSURES (continued)

## (a) Related party transactions

The primary transactions with related parties incurred in the year are:

	2024 VND	2024 VND
<b>i) Sales of goods and services</b>		
Binh Son Refining and Petrochemical Joint Stock Company	933,352,813,458	337,236,431,160
PTSC	33,405,132,148	111,410,935,500
Dungquat Shipbuilding Industry Company Ltd.	1,441,009,500	133,176,376
Petroleum Maintenance Services Joint Stock Company	333,212,606	-
The Russia - Vietnam Joint Venture – Vietsovetro	103,804,564	-
Petrovietnam Chemical and Services Corporation	-	68,183,788,663
	<u>968,635,972,276</u>	<u>516,964,331,699</u>
<b>ii) Purchases of goods and services</b>		
PV Oil Mien Trung Joint Stock Company	40,363,798,244	38,999,352,492
Petroleum Maintenance Services Joint Stock Company	4,342,967,525	-
Branch of Petrovietnam Technical Services Corporation – PTSC Marine	4,045,660,000	-
PTSC	1,763,550,000	6,001,388,550
Binh Son Refining and Petrochemical Joint Stock Company	937,380,307	6,527,704,924
Branch of Petrovietnam Technical Services Corporation – PTSC Da Nang	570,840,324	53,687,519
PTSC Thanh Hoa Technical Services Company	424,915,000	-
Petro Hotel Company Limited	411,706,986	-
PTSC Offshore Services Joint Stock Company	192,002,910	-
PVN	50,000,000	-
	<u>53,102,821,296</u>	<u>51,582,133,485</u>

## 32 RELATED PARTY DISCLOSURES (continued)

## (a) Related party transactions (continued)

	2024 VND	2024 VND
<b>iii) Compensation of key management</b>		
<b><i>Board of Directors Remuneration</i></b>		
Mr. Pham Van Hung - Chairman of the Board	60,000,000	53,200,000
Mr. Le Hong Phong - Member of the Board/Director	36,000,000	25,800,000
Mr. Nguyen Khac Dung - Member of the Board	36,000,000	25,800,000
<b><i>Board of Supervisors Remuneration</i></b>		
Ms. Ho Thi Kim Anh - Chief Supervisor (*)	-	-
Mr. Nguyen Tan Tinh - Member of Board of Supervision	24,000,000	24,000,000
Ms. Phan Thi Thuy Trang - Member of Board of Supervision	24,000,000	24,000,000
<b><i>Salary and bonus of the Board of Management</i></b>		
Mr. Le Hong Phong - Director	714,605,538	730,477,323
Mr. Nguyen Van Chinh - Deputy Director	514,440,615	494,474,533
Mr. Ngo Tan Quang - Deputy Director	893,302,546	775,840,565
Mr. Nguyen Duc Hoa - Deputy Director	69,728,000	-
Mr. Dinh Van Quan - Deputy Director	67,664,000	-
	<u>2,439,740,699</u>	<u>2,153,592,421</u>

(\*) The remuneration of Ms. Ho Thi Kim Anh paid by PTSC.

## 32 RELATED PARTY DISCLOSURES (continued)

## (b) Year end balances with related parties

	2024 VND	2023 VND
<b>i) Short-term trade accounts receivable (Note 5)</b>		
Binh Son Refining and Petrochemical Joint Stock Company	77,008,722,845	-
PTSC	47,383,325,372	71,249,765,238
PV Oil	226,088,582	226,088,582
Dungquat Shipbuilding Industry Company Ltd.	194,647,860	-
Petrovietnam Transportation Corporation	3,428,015	-
Petrovietnam Chemical and Services Corporation	-	27,766,338,486
PTSC Thanh Hoa Technical Services Company	-	972,452,454
Petroleum Maintenance Services Joint Stock Company	-	883,372,878
Quang Ngai Petro Transportation Joint Stock Company	-	3,708,422
	<u>124,816,212,674</u>	<u>101,101,726,060</u>
<b>ii) Prepayments to suppliers (Note 6)</b>		
Vietnam Petroleum Institute	<u>165,048,322</u>	<u>106,682,962</u>
<b>iii) Other short-term receivables (Note 7(a))</b>		
Branch of Petrovietnam Technical Services Corporation – Long Phu Power Project Management Board	9,484,582,978	9,484,582,978
PTSC	97,190,737	3,400,000,000
	<u>9,581,773,715</u>	<u>12,884,582,978</u>



## 32 RELATED PARTY DISCLOSURES (continued)

## (b) Year end balances with related parties (continued)

	2024 VND	2023 VND
<b>iv) Short-term trade accounts payable (Note 13)</b>		
PV Oil Mien Trung Joint Stock Company	17,991,816,573	17,991,816,573
PTSC Offshore Services Joint Stock Company	3,184,799,191	2,977,436,048
PV Oil	2,288,771,648	2,834,939,259
PTSC	1,905,283,800	6,304,560,000
Branch of Petrovietnam Technical Services Corporation – PTSC Supply Base	1,025,416,307	1,025,416,307
PTSC Production Services Joint Stock Company	915,409,412	915,409,412
Petrovietnam Engineering Consultancy Joint Stock Company	461,934,822	461,934,822
Petrovietnam Energy Technological Corporation	368,847,841	368,847,841
Petro Hotel Company Limited	328,086,075	3,000,000
Branch of Petrovietnam Technical Services Corporation – PTSC Da Nang	237,627,367	57,859,321
Petroleum Maintenance Services Joint Stock Company	195,955,200	518,393,205
PTSC Thanh Hoa Technical Services Company	42,977,646	42,977,646
Petrovietnam Chemical and Services Corporation	-	611,213,122
Petrovietnam Security Service Corporation	-	62,993,868
	<u>28,946,925,882</u>	<u>34,176,797,424</u>
<b>v) Short-term advances from customers (Note 14)</b>		
BSR-BF	45,816,725,642	45,816,725,642
Branch of Petrovietnam Technical Services Corporation – Long Phu Power Project Management Board	10,373,922,997	10,373,922,997
Binh Son Refining and Petrochemical Joint Stock Company	-	31,444,309,285
PTSC	-	8,544,117,193
	<u>56,190,648,639</u>	<u>96,179,075,117</u>
<b>vi) Other payables (Note 18)</b>		
PTSC	<u>389,206,936,870</u>	<u>389,206,936,870</u>

**33 COMMITMENTS****(a) Commitments under operating leases**

The future minimum lease payment under non-cancellable for land and port were at follow:

	2024 VND	2023 VND
Within one year	282,469,250	6,654,469,250
Between one and five years	1,129,877,000	1,147,334,534
Over five years	4,286,389,824	4,569,632,962
Total minimum payments	<u>5,698,736,074</u>	<u>12,371,436,746</u>

**(b) Capital commitments**

Capital expenditure contracted at end of year but not recognised in the financial statements is as follows:

	2024 VND	2023 VND
Machinery and equipment	<u>-</u>	<u>35,164,673,843</u>

The financial statements were approved by the Board of Management on 17 March 2025.

  
\_\_\_\_\_  
Ho Vu Duy  
Preparer

  
\_\_\_\_\_  
Trinh Luong Mot  
Chief Accountant

  
\_\_\_\_\_  
Le Hong Phong  
Director

