

**VNECO1 ELECTRICITY CONSTRUCTION
JOINT STOCK COMPANY**

Audited financial statements
For the year ended 31 December 2025

**VNECO1 ELECTRICITY CONSTRUCTION
JOINT STOCK COMPANY**

Audited financial statements
For the year ended 31 December 2025



TABLE OF CONTENTS

	Pages
STATEMENT OF THE BOARD OF DIRECTORS	1 – 2
INDEPENDENT AUDITORS' REPORT	3 – 4
AUDITED FINANCIAL STATEMENTS	
Balance Sheet	5 – 6
Income Statement	7
Cash Flow Statement	8
Notes to the Financial Statements	9 – 34

STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of VNECO1 Electricity Construction Joint Stock Company (hereinafter referred to as "the Company") presents this report together with the Financial Statements of the Company for the year ended December 31, 2025.

GENERAL INFORMATION

VNECO1 Electricity Construction Joint Stock Company (hereinafter referred to as "the Company"), formerly known as Electricity Installation Construction Company 3.1, was established under Decision No. 158/2004/QĐ-BCN dated December 6, 2004 of the Minister of Industry on converting Electricity Installation Construction Company 3.1 into Electricity Installation Construction Joint Stock Company 3.1. On March 20, 2006, the Company was renamed VNECO1 Electricity Construction Joint Stock Company under Decision No. 54/QĐ/XLĐ3.1 - BOD of the Board of Directors of Electricity Installation Construction Joint Stock Company 3.1. The Company was granted the first Enterprise Registration Certificate No. 0400447064 by the Department of Planning and Investment of Da Nang City on December 31, 2004. The Company has changed its business registration certificate 7 times.

MEMBERS OF THE ADMINISTRATIVE COUNCIL, THE BOARD OF SUPERVISORS AND THE BOARD OF DIRECTORS

The members of the Administrative Council, the Board of Supervisors, the Board of Directors of the Company during the fiscal year and up to the date of this report include:

Administrative Council

Full name	Position
Mr. Do Van Dat	Chairman
Mr. Do Nhu Hiep	Member
Mr. La Ba Do	Member
Mr. Do Van Huan	Member

The Board of Supervisors

Full name	Position
Mr. Nguyen Huy Kha	Head of the BoS
Mrs. Le Thi Nga	Member
Mrs. Tran Thi Ha Trinh	Member

The Board of Directors

Full name	Position
Mr. Do Nhu Hiep	Director
Mr. Vo Ngoc Hai	Vice Director

Legal representatives

The legal representative of the Company during the year and at the time of this report is: Mr. Do Nhu Hiep - Director of the Company.

AUDITORS

International Auditing and Valuation Company Limited has been appointed to audit the Financial Statements of the Company for the year ending December 31, 2025.

STATEMENT OF THE BOARD OF DIRECTORS (continue)

DISCLOSURE OF THE BOARD OF DIRECTOR'S RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

The Board of Directors of the Company is responsible for preparing the Financial Statements, which give a true and fair view of the financial position of the Company as at 31 December 2025, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial statements. In preparing these Financial Statements, the Board of Directors 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 financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the financial statements so as to minimize errors and frauds.

The Board of Directors 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 that the Financial Statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. The Board of Directors is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Directors confirms that the Company has complied with the above requirements in preparing the Financial Statements.



Mr. Do Nhu Hiep
Director
Da Nang, March 25, 2026

No: 20068/2025/BCTC/IAV

INDEPENDENT AUDITORS' REPORT

To: **The Shareholders**

**The Board of Directors, the Board of Supervisors and the Board of Directors of
VNECO1 ELECTRICITY CONSTRUCTION JOINT STOCK COMPANY**

We have audited the accompanying financial statements of VNECO1 Electricity construction joint stock company (hereinafter called "the Company"), prepared on March 25, 2026, from page 5 to page 34, which comprise Balance Sheet as at December 31, 2025, Income Statement, Cash Flow Statement for the year then ended and the accompanying Notes to the Financial Statements.

The Board of Director's Responsibility

The Board of Directors of the Company is responsible for the true and fair preparation and presentation of the Company's financial statements in accordance with Vietnamese accounting standards, the Vietnamese enterprise accounting system and legal regulations related to the preparation and presentation of financial statements and is responsible for internal control that the Board of Directors determines is necessary to ensure the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's true and fair preparation and 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 Directors, as well as evaluating the overall presentation of the financial statements.

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

INDEPENDENT AUDITORS' REPORT (continue)

Qualified audit opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2025, as well as its results of operations and cash flows for the fiscal year then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, and relevant legal regulations relating to the preparation and presentation of the financial statements..



DANG NGOC KHANH

Deputy Director

Auditing Practice Registration Certificate

No. 2505-2024-283-1

INTERNATIONAL AUDITING AND VALUATION COMPANY LIMITED

Hanoi, March 25, 2026

NGUYEN KI ANH

Auditor

Auditing Practice Registration Certificate

No. 3331-2022-283-1

BALANCE SHEET
As at December 31, 2025

Unit: VND

ASSETS	Code	Note	Closing balance VND	Opening balance VND
A. SHORT-TERM ASSETS	100		39,819,629,340	28,038,013,339
I. Cash and cash equivalents	110	4.1	8,157,152,991	10,802,256,944
1. Cash	111		504,002,289	8,110,282,429
2. Cash equivalents	112		7,653,150,702	2,691,974,515
II. Short-term investments	120		22,611,285,054	9,986,660,530
1. Trading securities	121	4.9	20,689,255,014	20,689,255,014
2. Allowance for diminution in the value of trading securities	122	4.9	(10,676,240,014)	(10,702,594,484)
3. Held-to-maturity investments	123	4.2	12,598,268,494	-
III. Short-term receivables	130		7,776,115,244	4,951,195,367
1. Short-term trade receivables	131	4.3	10,974,061,728	6,819,772,032
2. Short-term advances to suppliers	132	4.4	206,235,440	421,712,482
3. Short-term loan receivables	135	4.5	-	387,651,540
4. Other short-term receivables	136	4.6	1,469,097,250	1,398,237,039
5. Short-term allowance for doubtful debts	137	4.8	(4,873,279,174)	(4,076,177,726)
IV. Inventories	140	4.7	1,272,540,679	2,272,730,253
1. Inventories	141		1,272,540,679	2,272,730,253
V. Other short-term assets	150		2,535,372	25,170,245
1. Short-term prepaid expenses	151	4.12	2,535,372	-
2. Value added tax deductibles	152		-	25,170,245
B. LONG-TERM ASSETS	200		426,984,583	1,223,000,075
I. Long-term receivables	210		-	-
II. Fixed assets	220		341,495,048	1,177,692,034
1. Tangible fixed assets	221	4.10	341,495,048	502,692,034
- Cost	222		5,876,455,164	5,876,455,164
- Accumulated depreciation	223		(5,471,961,294)	(5,373,763,130)
2. Intangible fixed assets	227	4.11	-	675,000,000
- Cost	228		30,000,000	705,000,000
- Accumulated amortisation	229		(30,000,000)	(30,000,000)
III. Investment properties	230		-	-
IV. Long-term assets in progress	240		-	-
V. Long-term financial investments	250		-	-
VI. Other long-term assets	260		85,489,535	45,308,041
1. Long-term prepaid expenses	261	4.12	85,489,535	45,308,041
TOTAL ASSETS (270 = 100 + 200)	270		40,246,613,923	29,261,013,414

BALANCE SHEET (continue)

As at December 31, 2025

Unit: VND

RESOURCES	Code	Note	Closing balance VND	Opening balance VND
C. LIABILITIES	300		9,519,498,073	2,319,795,450
I. Short-term liabilities	310		9,519,498,073	2,319,795,450
1. Short-term trade payables	311	4.13	5,603,530,070	478,253,323
2. Short-term advances from customers	312	4.14	122,052,800	122,052,800
3. Taxes and amounts payable to the State budget	313	4.15	2,620,667,150	784,783,652
4. Payables to employees	314		146,027,004	68,271,004
5. Short-term accrued expenses	315	4.16	769,673,716	592,717,599
6. Other short-term payables	319	4.17	257,547,333	273,717,072
II. Long-term liabilities	330		-	-
D. EQUITY	400		30,727,115,850	26,941,217,964
I. Owner's equity	410	4.18	26,364,024,130	26,941,217,964
1. Owner's contributed capital	411		60,000,000,000	60,000,000,000
- Ordinary shares with voting rights	411a		60,000,000,000	60,000,000,000
2. Share premium	412		111,973,829	111,973,829
3. Treasury shares	415		(436,450,000)	(436,450,000)
4. Retained earnings	421		(28,948,407,979)	(32,734,305,865)
- Retained earnings/(losses) accumulated to the prior year end	421a		(32,734,305,865)	(33,227,686,685)
- Retained earnings of the current year	421b		3,785,897,886	493,380,820
II. Other resources and funds	430		-	-
TOTAL RESOURCES (440=300+400)	440		40,246,613,923	29,261,013,414

Handwritten signature

Handwritten signature



Preparer
Do Thi Hoang Ha

Chief Accountant
Do Thi Hoang Ha

Director
Do Nhu Hiep
Danang, Vietnam
March 25, 2026

INCOME STATEMENT

For the year ended December 31, 2025

ITEMS	Code	Note	Unit: VND	
			Current year VND	Prior year VND
1. Gross revenue from goods sold and services rendered	01	5.1	12,528,373,757	800,173,437
2. Deductions	02		-	-
3. Net revenue from goods sold and services rendered (10 = 01 - 02)	10		12,528,373,757	800,173,437
4. Cost of goods sold and services rendered	11	5.2	11,705,697,011	939,087,602
5. Gross profit/ (losses) from goods sold and services rendered (20 = 10 - 11)	20		822,676,746	(138,914,165)
6. Financial income	21	5.3	386,569,400	157,357,890
7. Financial expenses	22	5.4	(26,356,030)	(526,990,430)
In which: Interest expense	23		-	-
8. Selling expenses	25		-	-
9. General and administration expenses	26	5.5	3,517,219,968	2,198,259,517
10. Loss operating profit {30 = 20 + (21 - 22) - (25 + 26)}	30		(2,281,617,792)	(1,652,825,362)
11. Other income	31	5.6	7,755,695,111	2,931,818,182
12. Other expenses	32	5.7	142,371,051	203,148,364
13. Other profit (40 = 31 - 32)	40		7,613,324,060	2,728,669,818
14. Accounting profit before tax (50=30+40)	50		5,331,706,268	1,075,844,456
15. Current corporate income tax expense	51	5.8	1,545,808,382	582,463,636
16. Deferred corporate tax expense	52		-	-
17. Net profit after corporate income tax (60 = 50 - 51 - 52)	60		3,785,897,886	493,380,820
18. Basic earnings per share	70	5.9	669	83
19. Diluted earnings per share	71	5.9	669	83

Ha

Ha



Preparer
Do Thi Hoang Ha

Chief Accountant
Do Thi Hoang Ha

Director
Do Nhu Hiep
Danang, Vietnam
March 25, 2026

CASH FLOW STATEMENT
For the year ended December 31, 2025
(Direct method)

ITEMS	Note	Code	Current year	Unit: VND
			VND	Prior year VND
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Proceeds from goods sold, services rendered and other revenues	01		18,611,738,175	5,146,686,272
2. Expenditures paid to suppliers	02		(3,110,983,929)	(1,537,913,448)
3. Expenditures paid to employees	03		(906,775,000)	(1,015,375,296)
4. Corporate income tax paid	05		(640,440,000)	-
5. Other cash inflows from operating activities	06		4,360,259,836	2,916,082,984
6. Other cash outflows on operating activities	07		(8,943,927,232)	(4,954,466,044)
Net cash flows from operating activities	20		9,369,871,850	555,014,468
II. CASH FLOWS FROM INVESTING ACTIVITIES				
1. Cash outflow for lending, buying debt instruments of other entities	23		(20,638,823,813)	(4,425,949,355)
2. Cash recovered from lending, selling debt instruments of other entities	24		8,593,348,886	9,077,111,676
3. Interest earned, dividends and profits received	27		30,499,124	128,272,893
Net cash flows from investing activities	30		(12,014,975,803)	4,779,435,214
III. CASH FLOWS FROM FINANCING ACTIVITIES				
Net cash flows from financing activities	40		-	-
Net increase/(decrease) in cash for the year (50=20+30+40)	50		(2,645,103,953)	5,334,449,682
Cash and cash equivalents at the beginning of the year	60		10,802,256,944	5,467,807,262
Cash and cash equivalents at the end of the year (70=50+60+61)	70		8,157,152,991	10,802,256,944

Preparer
Do Thi Hoang Ha

Chief Accountant
Do Thi Hoang Ha

Director
Do Nhu Hiep
Danang, Vietnam
March 25, 2026

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2025

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

1. GENERAL INFORMATION

1.1. Structure of ownership

VNECO1 Electricity Construction Joint Stock Company (hereinafter referred to as "the Company"), formerly known as Electricity Installation Construction Company 3.1, was established under Decision No. 158/2004/QĐ-BCN dated December 6, 2004 of the Minister of Industry on converting Electricity Installation Construction Company 3.1 into Electricity Installation Construction Joint Stock Company 3.1. On March 20, 2006, the Company was renamed VNECO1 Electricity Construction Joint Stock Company under Decision No. 54/QĐ/XLĐ3.1 - BOD of the Board of Directors of Electricity Installation Construction Joint Stock Company 3.1. The Company was granted the first Enterprise Registration Certificate No. 0400447064 by the Department of Planning and Investment of Da Nang City on December 31, 2004. The Company has changed its business registration certificate 7 times.

According to Enterprise Registration Certificate No. 0400447064, the 7th change issued by the Department of Planning and Investment of Danang City on June 17, 2020 regarding the change of the legal representative of the Company, the Company's charter capital is VND 60,000,000,000 (In words: Sixty billion Vietnamese Dong).

As at 31 December 2025, the list of shareholders of the Company is as follows:

TT	Tên cổ đông	Số vốn góp VND	Số cổ phần Cổ phần	Tỷ lệ %
1.	Công ty TNHH Đỗ Huân	12.800.000.000	1.280.000	21,33%
2.	Hao Dan	8.893.000.000	889.300	14,82%
3.	Nguyễn Thị Miên	3.687.000.000	368.700	6,15%
4.	Xu Xiu Li	3.331.000.000	333.100	5,55%
5.	Đỗ Văn Tùng	2.975.000.000	297.500	4,96%
6.	Lê Văn Chiến	7.812.000.000	781.200	13,02%
7.	Các cổ đông khác	20.502.000.000	2.050.200	34,17%
		60.000.000.000	6.000.000	100,00%

The Company's shares are listed on the Hanoi Stock Exchange (HNX) with the trading symbol is VE1.

The total number of employees of the Company as of December 31, 2025 is 9 persons (December 31, 2024: 8 persons).

1.2. Business field

The Company's main business is Electricity Installation Construction Services.

1.3. Business line

The Company's business lines include:

- Construction of power grid systems, transformer stations up to 500 kV and power source and construction works;
- Cultural, artistic, sports and physical training services;
- Conference and seminar venue rental; Food and beverage services; Goods buying and selling and consignment agency;
- Tourist transportation; Travel and tourism business;
- Production of plywood, veneer, plywood and other thin boards;
- Production of construction wood products;

- Production of wooden packaging;
- Production of other products from wood; production of products from bamboo, rattan, straw, thatch and plaited materials
- Massage and physical therapy services./.

1.4. Normal production and business cycle

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

1.5. Disclosure of information comparability in the financial statements

The figures presented in the Financial Statements for the year ended December 31, 2025, are comparable to the corresponding figures of the previous year.

2. BASIS FOR PREPARING FINANCIAL STATEMENTS AND FINANCIAL YEAR

2.1. Basis for preparing Financial Statements

The accompanying financial statements are expressed in Vietnamese Dong (VND), are prepared under the historical cost principle and in accordance with Vietnamese accounting standards, accounting regime for enterprises and legal regulations related to the preparation and presentation of financial statements.

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

2.2. Going concern assumption

There have been no events which cast significant doubt on the Company's ability to continue as a going concern and the Company has no intention or necessity to cease operations or to reduce the scale of its operations significantly.

2.3. Financial year

The Company's financial year begins on January 1 and ends on December 31 of each year.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1. Estimates

The preparation of the Financial Statements in compliance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and legal regulations relating to the preparation and presentation of Financial Statements requires the Board of Directors to make estimates and assumptions that affect the reported amounts of liabilities, assets and the presentation of contingent liabilities and assets at the date of the Financial Statements as well as the reported amounts of revenues and expenses during the financial year. Although the accounting estimates are based on the best of the knowledge of the Board of Directors, the actual amounts incurred may differ from the estimates and assumptions made.

3.2. Cash and cash equivalents

Cash and cash equivalents include cash on hand, demand deposits, short-term, highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

3.3. Financial investments

Trading securities

Trading securities are those the Company holds for trading purpose. Trading securities are recognised from the date the Company 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 periods, investments in trading securities are measured at cost less provision for impairment of such investments.

Allowance for diminution in the value of trading securities is made in accordance with prevailing accounting regulations.

Held-to-maturity investments

Held-to-maturity investments include investments that the Company has the intention and ability to hold until maturity. Held-to-maturity investments include: term bank deposits (including treasury bills, promissory notes), bonds, preference shares that the issuer must redeem at a certain time in the future, and loans held to maturity for the purpose of earning periodic interest and other held-to-maturity investments.

Held-to-maturity investments are recognized on the date of acquisition and are initially measured at cost, including the purchase price and any transaction costs. Interest income from investments held to maturity after the acquisition date is recognized in the Income Statement on an accrual basis. Interest earned before the Company holds the investment is deducted from the cost at the acquisition date.

Held-to-maturity investments are measured at cost less allowance for doubtful debts.

Allowance for doubtful debts of investments held to maturity is made in accordance with current accounting regulations.

3.4. Receivables

Accounts receivable are amounts that are recoverable from customers or other entities. Accounts receivable are presented at book value less allowances for doubtful debts.

Allowances for doubtful debts is made for each doubtful debt based on the age of overdue debts or the expected level of loss that may occur.

3.5. Inventories

Inventories are measured at the lower of cost and net realizable value. The cost of inventory includes the cost of direct materials, direct labor and manufacturing overhead, if any, in bringing the inventory to its present location and condition.

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

Net realizable value is determined as the estimated selling price less the estimated costs of completing the product and the costs to be incurred in marketing, selling and distribution.

The Company's provision for devaluation of inventories is made in accordance with current accounting regulations. Accordingly, the Company is allowed to make allowance for obsolete, damaged, or substandard inventories and in cases where the cost of inventories is higher than their net realizable value at the end of the accounting period.

3.6. Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a fixed asset acquired through purchase includes the purchase price and all other costs directly related to putting the asset into a state of readiness for use. For fixed assets acquired through capital construction investment under the method of contracting or self-construction and production, the cost is the final settlement price of the construction project according to current investment and

construction management regulations, other directly related costs and registration fees (if any). In case the project has been completed and put into use but the final settlement has not been approved, the cost of the fixed asset is recorded at the estimated cost based on the actual costs incurred to acquire the fixed asset. The estimated cost will be adjusted according to the final settlement price approved by competent authorities.

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

	Current year [Years]
Buildings and structures	08 – 20
Machinery and equipment	05 – 08
Office equipment	06 – 08
Motor vehicles	03 – 05
Other fixed assets	03 – 20

Tangible fixed assets are revalued when there is a decision of the State or when a State-owned enterprise is equitized. The original price and accumulated depreciation are adjusted according to the revalued results approved by competent authorities as prescribed.

Gains and losses arising from the liquidation or sale of assets are the difference between the proceeds from the liquidation and the carrying amount of the assets and are recorded in the Income Statement.

3.7. Intangible assets

Intangible fixed assets are stated at cost less accumulated amortization.

The cost of intangible fixed assets includes all the expenses incurred by the Company to acquire the fixed assets up to the time the asset is ready for use. Costs related to intangible fixed assets incurred after initial recognition are recognized as production and business expenses in the period, unless these expenses are associated with a specific intangible fixed asset and increase the economic benefits from these assets.

When intangible fixed assets are sold or disposed of, their cost and accumulated amortization are eliminated from the accounts and any gain or loss resulting from their disposal is recognized as income or expense in the year.

The Company's intangible fixed assets include:

Computer software

Costs relating to computer software programs that are not an integral part of the related hardware are capitalized. The cost of computer software is the total cost incurred by the Branch up to the date the software is put into use. Computer software is amortized using the straight-line method.

Land use rights

Land use rights are all actual expenses that the Company has incurred that are directly related to the land used, including: money spent to obtain land use rights, compensation costs, site clearance, site leveling, registration fees, etc.

Land use rights with an indefinite term are not subject to amortization.

3.8. Prepaid expenses

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepaid expenses of the Company include the following expenses:

Tools and equipment

Tools and equipment put into use are allocated to expenses using the straight-line method over an allocation period of no more than 3 years.

3.9. Accounts payable and accrued expenses

Payables and accrued expenses are recognized for amounts to be paid in the future for goods and services received. Accrued expenses are recognized based on reasonable estimates of the amount to be paid.

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

- Trade payables reflect commercial payables arising from the purchase of goods, services, assets and the seller is an independent entity from the Company.
- Accrued expenses reflect payables for goods and services received from the seller or provided to the buyer but not yet paid due to lack of invoices or insufficient accounting records and documents, and payables to employees for vacation wages, production and business expenses that must be accrued in advance. When such costs actually arise, if there is a difference with the amount deducted, the accountant will record additional costs or reduce costs corresponding to the difference.
- Other payables reflect non-commercial payables, not related to the purchase, sale, or provision of services.

3.10. Owner's equity

Owner's equity

Owner's equity is recorded at the actual capital contributed by shareholders.

Share premium

The share premium reflects the difference between the par value, the direct costs associated with the issuance of shares, and the share issue price (including cases of re-issuance of treasury shares) and can be a positive surplus (if the issue price is higher than the par value and direct costs associated with the issuance of shares) or a negative surplus (if the lower than par value and direct costs associated with the issuance of shares)

Treasury shares

Treasury shares are shares issued by the Company and repurchased by the Company, which are not cancelled and will be reissued within the period prescribed by the law on securities. Treasury shares are recorded at the actual repurchase value and presented on the Consolidated Balance Sheet as a reduction in Owner's Capital. The cost price of treasury shares when reissued or used to pay dividends, bonuses, etc. is calculated using the weighted average method.

3.11. Distribution of net profits

Profit after corporate income tax is distributed to shareholders after setting aside funds according to the Company's Charter as well as legal regulations and approved by the General Meeting of Shareholders.

The distribution of profits to shareholders takes into account non-monetary items in undistributed profits after tax that may affect cash flow and the ability to pay dividends such as interest on revaluation of contributed assets, interest on revaluation of monetary items, financial instruments and other non-monetary items.

Dividends payable to shareholders are recorded as payables on the Company's Balance Sheet after the dividend payment notice of the Company's Board of Directors is approved by the General Meeting of Shareholders and the dividend record date is announced by the Vietnam Securities Depository Center.

3.12. Revenue and income

Revenue from sales of finished goods and merchandise goods

Revenue from sales of finished goods and merchandise goods is recorded when simultaneously satisfying the following conditions:

- The Company has transferred to the buyer the significant risks and rewards of ownership of the goods.
- The Company retains neither continuing managerial involvement to the degree usually associated with; ownership nor effective control over the goods sold.
- 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 costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from services rendered

Revenue from services rendered is recognised when the outcome of the transaction can be measured reliably. Where the service is performed over several periods, the revenue recognised in the period is based on the results of the work completed at the end of the accounting period. The outcome of a service transaction is recognised when all of the following conditions are met:

- The amount of revenue can be measured reliably.
- It is probable that the economic benefits associated with the service transaction will flow to the entity.
- The stage of completion of the work at the end of the financial year can be measured reliably.
- The costs incurred for the transaction and the costs to complete the service transaction can be measured reliably.

Financial income

Interest

Interest is recognized on an accrual basis, determined on the deposit account balance and the actual interest rate for each period.

Dividends and profits distributed

Dividends and profits distributed are recognized when the Company is entitled to receive dividends or profits from capital contributions. Dividends received in shares are only tracked by the number of shares increased, not recorded at par value of shares received.

3.13. Cost of goods sold and service rendered

Cost of goods sold includes the cost of products, goods and services rendered during the period and is recorded in accordance with the revenue consumed during the period. Cost of direct materials consumed in excess of the normal level, labor costs, fixed general production costs that are not allocated to the value of products in stock, must be immediately included in the cost of goods sold (after deducting compensation, if any) even when the products and goods have not been determined to be consumed.

3.14. Selling expenses

Selling expenses reflect the actual expenses in the process of sales of goods and services rendered. Mainly include sales staff salaries, sales promotion expenses, product introduction expenses, advertising expenses and sales commissions.

3.15. General and administration expenses

General and administration expenses reflect actual expenses incurred during the general management of the Company, mainly including expenses for labour of management department salaries; social insurance, health insurance, trade union fees, unemployment insurance for labour; office equipment expenses; depreciation and amortisation; provision expenses; outside services and other expenses.

3.16. Taxation

Corporate income tax represents the total value of the current tax payable and the deferred tax amount.

Current tax is calculated based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the Income Statement because it excludes items of income or expense that are taxable or deductible in other years (including losses carried forward, if any) and it further excludes items that are not taxable or deductible.

Deferred tax is calculated on the differences between the carrying amount of assets and liabilities in the financial statements and their tax bases and is accounted for using the balance sheet method. Deferred tax liabilities are recognized for all temporary differences, while deferred tax assets are recognized only when it is probable that future taxable profits will be available against which the temporary differences can be used.

Deferred tax is measured at the tax rates that are expected to apply in the year when the asset is realized, or the liability is settled. Deferred tax is recognized in the income statement and is denominated in equity except when it relates to items charged or credited directly to 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 taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

The determination of the Company's income tax is based on the prevailing tax regulations. However, these regulations are subject to periodic change and the ultimate determination of the income tax depends on the results of the tax authorities' examinations.

Other taxes are applied according to current tax laws in Vietnam.

3.17. Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

In considering any related party relationship, attention is directed more to the substance of the relationship than to the legal form.

4. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE BALANCE SHEET

4.1. Cash and cash equivalents

	Closing balance VND	Opening balance VND
Cash	1,256,390	5,125,231,418
Demand deposits in banks	502,745,899	2,985,051,011
Cash equivalents (i)	7,653,150,702	2,691,974,515
	8,157,152,991	10,802,256,944

(i) A term deposit with a tenor of 01–03 months at Saigon – Hanoi Commercial Joint Stock Bank, with an interest rate ranging from 3.4% p.a. to 3.6% p.a., automatically rolled over with both principal and interest upon maturity.

4.2. Held-to-maturity investments

	Closing balance		Opening balance	
	Cost VND	Book value VND	Cost VND	Book value VND
Short-term	12,598,268,494	-	-	-
Term deposits (i)	12,598,268,494	-	-	-
	12,598,268,494	-	-	-

(i): A 6-month term deposit at Saigon – Hanoi Commercial Joint Stock Bank, bearing an interest rate of 4.9% per annum, with automatic rollover of both principal and interest upon maturity.

4.3. Short-term trade receivables

	Closing balance VND	Opening balance VND
Hai Phong Electric Construction and Investment joint stock company	514,869,068	449,211,218
Vietnam Electricity Construction joint stock corporation	1,709,030,802	1,723,646,589
Nguyen Quoc Hung	-	1,400,000,000
Viet Nam North Electrical Installation Construction Investment joint stock company	764,710,100	764,710,100
Hoang Yen Electrical Construction Co., Ltd	5,841,600,772	-
Other companies	2,143,850,986	2,482,204,125
	10,974,061,728	6,819,772,032

4.4. Short-term advances to suppliers

	Closing balance VND	Opening balance VND
Minh Yen company limited	119,821,543	119,821,543
Minh Thanh Mechanical	53,881,059	53,881,059
268 PY company limited	-	180,000,000
Da Nang Power Co., Ltd	12,501,960	12,501,960
Other company	20,030,878	55,507,920
	206,235,440	421,712,482

4.5. Short-term Loans receivables

	Closing balance VND	Opening balance VND
Tran Viet Duc	-	387,651,540
	-	387,651,540

4.6. Other short-term receivables

	Closing balance		Opening balance	
	Value VND	Allowance VND	Value VND	Allowance VND
Advance	128,561,573	-	166,415,993	-
Bank and loan interest	128,603,111	-	9,585,480	-
Doan Thanh Minh	226,667,284	(226,667,284)	226,667,284	(226,667,284)
Reward and Welfare Fun	182,648,222	-	182,648,222	-
Other receivables	802,617,060	(293,388,891)	812,920,060	(293,388,891)
	1,469,097,250	(520,056,175)	1,398,237,039	(520,056,175)

4.7. Inventories

	Closing balance		Opening balance	
	Value VND	Allowance VND	Value VND	Allowance VND
Tools and supplies	11,253,294	-	11,253,294	-
Work in progress	1,261,287,385	-	2,261,476,959	-
	1,272,540,679	-	2,272,730,253	-

VNECO1 ELECTRICITY CONSTRUCTION JOINT STOCK COMPANY
NOTES TO THE FINANCIAL STATEMENTS (continue)

Form B 09 – DN

4.8. Bad debt

	Closing balance		Opening balance	
	Overdue	Cost VND	Overdue	Cost VND
Total value of receivables that are overdue but unlikely to be recovered				
Hoang Ha Trading Investment And Construction Joint Stock Company	Over 3 years	45,950,000	Over 3 years	45,950,000
		(45,950,000)		(45,950,000)
Viet Nam North Electrical Installation Construction Investment joint stock company	Over 3 years	764,710,100	Over 3 years	764,710,100
		(764,710,100)		(764,710,100)
Five Construction and Trade Single-member limited liability company	Over 3 years	105,500,000	Over 3 years	105,500,000
		(105,500,000)		(105,500,000)
VNECO6 Electricity construction joint stock company	Over 3 years	450,851,849	Over 3 years	450,851,849
Yen Lac company limited	Over 3 years	373,545,357	Over 3 years	373,545,357
		(373,545,357)		(373,545,357)
VNECO 3.10 Electricity construction joint stock company	From 2-3 years	281,504,678	From 2-3 years	281,504,678
		(281,504,678)		(253,628,688)
Vietnam Electricity Construction joint stock corporation	From 2-3 years	1,709,030,802	From 2-3 years	1,723,646,589
		(1,709,030,802)		(1,375,021,871)
Unicons Construction Investment company limited	From 1-2 years	109,758,873	From 2-3 years	109,758,873
		(109,758,873)		(76,831,211)
Hoang Khanh Dung single-member limited liability company	From 1-2 years	342,359,343	From 2-3 years	342,359,343
		(342,359,343)		(239,651,540)
Others	From 2-3 years	-	From 2-3 years	141,172,178
		-		(70,586,089)
Others	Over 3 years	690,068,172	Over 3 years	319,901,021
		(690,068,172)		(319,901,021)
		4,873,279,174		4,658,899,988
		(4,873,279,174)		(4,076,177,726)

As of December 31, 2025, the Company's Board of Directors made a prudent assessment and determined the recoverable amount of receivables based on their historical cost less the allowance for doubtful debts that has been recognized

4.9. Trading securities

	Closing balance			Opening balance		
	Cost VND	Provision VND	Fair value VND	Cost VND	Provision VND	Fair value VND
Trading securities						
Vietnam Electricity Construction joint stock corporation (i)	75,014	(58,454)	16,560	75,014	(64,484)	10,530
Danang Airports Services joint stock company (ii)	20,689,180,000	(10,676,180,000)	10,013,000,000	20,689,180,000	(10,702,530,000)	9,986,650,000
	20,689,255,014	(10,676,238,454)	10,013,016,560	20,689,255,014	(10,702,594,484)	9,986,660,530

(i) Investment in Vietnam Electricity Construction joint stock corporation investment, stock symbol is VNE, the number of shares are 03 shares, at HOSE stock exchange, closing price at December 31, 2025 is 5,520 VND/share.

(ii) Danang Airports Services joint stock company investment, stock symbol is MAS, the number of shares are 263,500 shares, at HNX stock exchange, closing price at December 31, 2025 is 38,000 VND/share.

VNECO1 ELECTRICITY CONSTRUCTION JOINT STOCK COMPANY
NOTES TO THE FINANCIAL STATEMENTS (continue)

Form B 09 – DN

4.10. Increases, decreases in tangible fixed assets

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
COST					
Opening balance	2,334,670,380	934,156,587	2,557,628,197	50,000,000	5,876,455,164
Increase in the year	-	-	-	-	-
Decrease in the year	-	-	-	-	-
Closing balance	2,334,670,380	934,156,587	2,557,628,197	50,000,000	5,876,455,164
ACCUMULATED DEPRECIATION					
Opening balance	2,055,922,987	776,383,968	2,491,456,175	50,000,000	5,373,763,130
Increase in the year	22,299,792	72,989,494	102,063,027	-	197,352,313
- Depreciation charged	22,299,792	36,834,167	102,063,027	-	161,196,986
- Other increases	-	36,155,327	-	-	36,155,327
Decrease in the year	-	-	(36,155,327)	-	(36,155,327)
- Other decreases	-	-	(36,155,327)	-	(36,155,327)
Closing balance	2,078,222,779	849,373,462	2,557,363,875	50,000,000	5,534,960,116
NET BOOK VALUE					
- Opening balance	278,747,393	157,772,619	66,172,022	-	502,692,034
- Closing balance	256,447,601	84,783,125	264,322	-	341,495,048
Cost of tangible fixed assets that have been fully depreciated but are still in use:					
- Opening balance	1,888,674,558	581,706,587	1,196,787,836	50,000,000	3,717,168,981
- Closing balance	1,888,674,558	581,706,587	1,196,787,836	50,000,000	3,717,168,981

4.11. Intangible fixed assets

	<i>Land use rights</i> VND	<i>Computer software</i> VND	<i>Total</i> VND
COST			
Opening balance	675,000,000	30,000,000	705,000,000
Increase in the year	-	-	-
Decrease in the year	(675,000,000)	-	(675,000,000)
- Liquidation or transfer	(675,000,000)	-	(675,000,000)
Closing balance	-	30,000,000	30,000,000
ACCUMULATED DEPRECIATION			
Opening balance	-	30,000,000	30,000,000
Increase in the year	-	-	-
Decrease in the year	-	-	-
Closing balance	-	30,000,000	30,000,000
NET BOOK VALUE			
- Opening balance	675,000,000	-	675,000,000
- Closing balance	-	-	-
Cost of intangible fixed assets that have been fully depreciated but are still in use:			
- Opening balance	-	30,000,000	30,000,000
- Closing balance	-	30,000,000	30,000,000

4.12. Prepaid expenses

4.12.1 Short-term prepaid expenses

	Closing balance VND	Opening balance VND
Prepaid expenses for operating lease of fixed assets	2,535,372	-
	2,535,372	-

4.12.2 Long-term prepaid expenses

	Closing balance VND	Opening balance VND
Tools and equipment issued for use	85,489,535	45,308,041
	85,489,535	45,308,041

4.13. Short-term trade payables

	Closing balance		Opening balance	
	Amount	Amount able to be paid off	Amount	Amount able to be paid off
	VND	VND	VND	VND
Quang Uyen construction Co., Ltd	216,006,297	216,006,297	216,006,297	216,006,297
Trung Bo Construction and Trade limited company	214,849,026	214,849,026	214,849,026	214,849,026
Do Van Chuyen	5,125,276,747	5,125,276,747	-	-
Others	47,398,000	47,398,000	47,398,000	47,398,000
	5,603,530,070	5,603,530,070	478,253,323	478,253,323

4.14. Short-term advances from customers

	Closing balance VND	Opening balance VND
Thanh Dat joint stock company	22,052,800	22,052,800
Thuan An construction company limited	100,000,000	100,000,000
	122,052,800	122,052,800

4.15. Taxes and receivables, payables to the State

	Opening balance		Movement in the year		Closing balance	
	Taxes Receivable VND	Taxes Payable VND	Amount payable VND	Paid VND	Taxes Receivable VND	Taxes Payable VND
VAT on domestic sales	-	201,195,016	1,668,261,110	795,722,358	-	1,073,733,768
Corporate income tax	-	582,463,636	1,545,808,382	582,463,636	-	1,545,808,382
Personal income tax	-	1,125,000	-	-	-	1,125,000
Other taxes	-	-	1,784,250	1,784,250	-	-
Fees, charges and other payables	-	-	3,000,000	3,000,000	-	-
	-	784,783,652	3,218,853,742	1,382,970,244	-	2,620,667,150

Value added tax

The company pays value added tax by the deduction method. The value added tax rate for goods and services is 8%.

Corporate income tax

Income from other activities is subject to corporate income tax at a rate of 20%.

Other taxes

The Company declares and pays according to regulations.

Note: The Company's tax reports are subject to examination by the tax authorities. Since the application of tax laws and regulations to different types of transactions can be interpreted in different ways, the tax amounts presented in the Financial Statements may be subject to change upon the final decision of the tax authorities.

4.16. Short-term accrued expenses

	Closing balance	Opening balance
	VND	VND
Leasing land fees	227,270,205	135,314,088
Audit fees	75,000,000	32,500,000
Finished construction fees	370,403,511	405,403,511
Real estate transfer fees and associate costs	-	19,500,000
Other accounts	97,000,000	-
	769,673,716	592,717,599

4.17. Other short-term payables

	Closing balance	Opening balance
	VND	VND
Union funds	14,547,333	14,822,666
Social insurance	-	23,798,139
Administrative Council and Supervisory Board	243,000,000	201,000,000
Remuneration	-	34,096,267
Other payables	-	-
	257,547,333	273,717,072

VNECO1 ELECTRICITY CONSTRUCTION JOINT STOCK COMPANY
NOTES TO THE FINANCIAL STATEMENTS (continue)

Form B 09 – DN

4.18. Owner's equity

4.18.1. Equity Fluctuation Reconciliation Table

	Owner's contributed capital	Share premium	Treasury shares	Retained earnings	Total
	VND	VND	VND	VND	VND
Prior year's opening balance	60,000,000,000	111,973,829	(436,450,000)	(33,227,686,685)	26,447,837,144
Increase in the prior year	-	-	-	493,380,820	493,380,820
- Profit in the prior year	-	-	-	493,380,820	493,380,820
Decrease in the prior year	-	-	-	-	-
Prior year's closing balance	60,000,000,000	111,973,829	(436,450,000)	(32,734,305,865)	26,941,217,964
Current year's opening balance	60,000,000,000	111,973,829	(436,450,000)	(32,734,305,865)	26,941,217,964
Increase in the year	-	-	-	3,785,897,886	3,785,897,886
- Profit for the year	-	-	-	3,785,897,886	3,785,897,886
Decrease in the year	-	-	-	-	-
Current year's closing balance	60,000,000,000	111,973,829	(436,450,000)	(28,948,407,979)	30,727,115,850

The accompanying notes are an integral part of these financial statements

4.18.2. Details of owner's investment capital

	Closing balance		Opening balance	
	Actual contributed capital	Ratio	Actual contributed capital	Ratio
	VND	%	VND	%
Do Huan Company	12,800,000,000	21.33%	12,800,000,000	21.33%
Hao Dan	8,893,000,000	14.82%	8,893,000,000	14.82%
Nguyen Thi Mien	3,687,000,000	6.15%	3,687,000,000	6.15%
Xu Xiu Li	3,331,000,000	5.55%	3,331,000,000	5.55%
Do Van Tung	2,975,000,000	4.96%	2,975,000,000	4.96%
Le Van Chien	7,812,000,000	13.02%	7,812,000,000	13.02%
Other shareholders	20,502,000,000	34.17%	20,502,000,000	34.17%
	60,000,000,000	100.00%	60,000,000,000	100.00%

4.18.3. Capital transactions with owners and dividend distribution, profit sharing

	Năm nay VND	Năm trước VND
Vốn đầu tư của chủ sở hữu		
Vốn góp tại ngày đầu năm	60.000.000.000	60.000.000.000
Vốn góp tăng trong năm	-	-
Vốn góp giảm trong năm	-	-
Vốn góp cuối năm	60.000.000.000	60.000.000.000

4.18.4. Shares

	Closing balance VND	Opening balance VND
- Number of shares registered for issuance	6,000,000	6,000,000
- Number of shares issued to the public	6,000,000	6,000,000
+ Ordinary shares	6,000,000	6,000,000
- Number of shares repurchased	68,720	68,720
+ Ordinary shares	68,720	68,720
- Number of outstanding shares in circulation	5,931,280	5,931,280
+ Ordinary shares	5,931,280	5,931,280
An ordinary share has par value of 10,000 VND/share	10,000	VND/Share

4.18.5. Profit distribution

	Current year VND	Prior year VND
Undistributed profit at the beginning of the year	(32,734,305,865)	(33,227,686,685)
Profit from business activities in the year	3,785,897,886	493,380,820
Remaining undistributed profit	(28,948,407,979)	(32,734,305,865)

5. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE INCOME STATEMENT

5.1. Revenue from goods sold and services rendered

	Current year VND	Prior year VND
Revenue from construction contracts	12,528,373,757	800,173,437
	12,528,373,757	800,173,437

5.2. Cost of goods sold

	Current year VND	Prior year VND
Cost of construction contracts	11,705,697,011	939,087,602
	11,705,697,011	939,087,602

5.3. Financial income

	Current year VND	Prior year VND
Bank and loan interest	386,569,400	157,357,890
	386,569,400	157,357,890

5.4. Financial expenses

	Current year VND	Prior year VND
Allowance for impairment of investments	(26,356,030)	(526,990,430)
	(26,356,030)	(526,990,430)

5.5. General and administration expenses

	Current year VND	Prior year VND
Management staff costs	1,410,349,628	1,266,486,885
Cost of materials management	65,072,830	36,089,899
Fixed asset depreciation expense	22,299,792	22,299,792
Taxes, charges and fees	3,000,000	102,824,435
Outsourcing service cost	956,941,315	184,291,507
Others fees	262,454,955	531,975,304
Provision for losses of bad receivables (*)	797,101,448	54,291,695
	3,517,219,968	2,198,259,517

5.6. Other incomes

	Current year VND	Prior year VND
Refunded court fee	21,604,202	-
Revenue from real estate transfer activities (i)	7,734,090,909	2,931,818,182
	7,755,695,111	2,931,818,182

(i) Pursuant to the Board of Directors' Meeting Minutes No. 72/BBH-HĐQT dated November 27, 2024 regarding the transfer of land use rights of plots No. 08–09 in Hoa Khanh Bac Ward, Lien Chieu District, Da Nang City (now Lien Chieu Ward, Da Nang City).

5.7. Other expenses

	Current year VND	Prior year VND
Compensation expenses	3,194,169	7,757,626
Depreciation that is not for company activities	138,897,194	174,096,536
Other costs	279,688	21,294,202
	142,371,051	203,148,364

5.8. Current corporate income tax expense

	Current year VND	Prior year VND
Corporate income tax expense based on taxable profit in the current year (i)	1,545,808,382	582,463,636
Total current corporate income tax expense	1,545,808,382	582,463,636

(i) The current corporate income tax expense for the year was computed as follows:

	Current year VND	Prior year VND
Profit/(Loss) before tax	(2,397,335,641)	(1,836,473,726)
- Adjustments increase	202,371,051	241,854,162
+) Expenses are not deductible	142,371,051	181,854,162
+) Remuneration of the Board of Directors does not directly operate	60,000,000	60,000,000
Profits subject to corporate income tax	(2,194,964,590)	(1,594,619,564)
Pre-tax accounting profit from real estate activities	7,729,041,909	2,912,318,182
Income from business activities is subject to a tax rate of 20%	-	2,912,318,182
Estimated corporate income tax payable	1,545,808,382	-
Corporate income tax expenses from business activities are subject to a tax rate of 20%	-	582,463,636
Corporate income tax expense based on taxable profit in the current year	1,545,808,382	582,463,636

5.9. Basic earnings per share and Diluted earnings per share

	Current year	Prior year
a) Basic earnings per share		
Accounting profit after corporate income tax (VND)	(577.193.834)	(1.973.006.722)
Increasing or decreasing adjustments to accounting profit to determine profit or loss attributable to ordinary shareholders:		
Profit or loss attributable to ordinary shareholders (VND)	(577.193.834)	(1.973.006.722)
Average ordinary shares in circulation for the year (shares)	5,931,280	5,931,280
Basic earnings per share (VND/Share)	669	83
b) Diluted earnings per share		
Number of additional shares expected to be issued (shares)		
Diluted earnings per share (VND/Share)	669	83

5.10. Production cost by nature

	Current year VND	Prior year VND
Raw materials and consumables	10,285,998	806,354,647
Labour	1,410,349,628	1,154,302,856
Cost of tools, instruments and supplies	65,072,830	-
Depreciation and amortisation	22,299,792	98,198,164
Contingency Expenses/Contingency Reimbursement	797,101,448	-
Cost of outsourced services	11,655,162,754	260,215,426
Others	262,454,955	513,603,290
	14,222,727,405	2,832,674,383

6. FINANCIAL INSTRUMENTS

6.1. Potential liabilities

The Company manages its capital to ensure that it is able to continue as a going concern while maximizing returns to shareholders through the optimization of its capital and debt balance.

The Company's capital structure consists of net debt (including borrowings as disclosed in Note 4.17, less cash and cash equivalents) and equity attributable to shareholders (including contributed capital, reserves, and undistributed after-tax profits).

Financial Leverage Ratio

The Company's financial leverage ratio as at the interim financial reporting date is as follows:

	Current year VND	Prior year VND
Less: Cash and cash equivalents	8,157,152,991	10,802,256,944
Net debt	(8,157,152,991)	(10,802,256,944)
Equity	30,727,115,850	26,941,217,964
Net debt to equity ratio	(0,27)	(0,4)

6.2. Significant Accounting Policies

Details of the significant accounting policies and methods applied by the Company (including the criteria for recognition, the basis of measurement, and the basis for recognizing income and expenses) for each category of financial assets and financial liabilities are presented in Note 3.20.

6.3. Types of financial instruments

	Carrying amounts (i)	
	Closing balance VND	Opening balance VND
Financial assets		
Cash and cash equivalents	8,157,152,991	10,802,256,944
Trade and other receivables	7,569,879,804	4,141,831,345
Loan receivables	-	387,651,540
Short-term financial investments	22,611,285,054	9,986,660,530
Long-term financial investments	-	-
	38,338,317,849	25,318,400,359
	Carrying amounts (i)	
	Closing balance VND	Opening balance VND
Financial liabilities		
Trade payables, Other payables	5,861,077,403	751,970,395
Accrued expenses	769,673,716	592,717,599
Borrowings and lease	-	-
	6,630,751,119	1,344,687,994

(i) Carrying amount is recognized at net value, i.e., after deducting provisions

The Company has not determined the fair value of financial assets and financial liabilities as at the end of the accounting period because Circular No. 210/2009/TT-BTC issued by the Ministry of Finance on November 6, 2009 ("Circular 210") and current regulations do not provide specific guidance on determining the fair value of financial assets and financial liabilities. Circular 210 requires the application of International Financial Reporting Standards for the presentation of consolidated financial statements and disclosure of information on financial instruments but does not provide equivalent guidance for the measurement and recognition of financial instruments, including the application of fair value, in order to comply with International Financial Reporting Standards

6.4. Objectives of Financial Risk Management

The Company has established a risk management system to identify and assess the risks it faces, and to set policies and procedures to control risks at an acceptable level. The risk management system is reviewed periodically to reflect changes in market conditions and the Company's operations.

Financial risks include market risk (including foreign exchange risk, interest rate risk, and price risk), credit risk, and liquidity risk.

Market Risk

The Company's business operations are primarily exposed to risks arising from changes in exchange rates, interest rates, and prices. The Company does not undertake hedging for these risks due to the absence of active markets for trading such financial instruments.

Foreign Exchange Risk Management

The Company conducts certain transactions in foreign currencies, exposing it to foreign exchange risk from fluctuations in exchange rates.

Interest Rate Risk Management

The Company is exposed to interest rate risk arising from interest-bearing borrowings. This risk is managed by maintaining borrowings at reasonable levels and analyzing market competition to secure favorable interest rates from appropriate lending sources.

Commodity Price Risk Management

The Company purchases raw materials and goods from domestic and foreign suppliers for its production and business activities. Consequently, it is exposed to the risk of fluctuations in the selling prices of these raw materials and goods.

Credit Risk

Credit risk arises when a customer or counterparty fails to meet contractual obligations, potentially causing financial losses to the Company. The Company has appropriate credit policies and regularly monitors situations to assess whether it is exposed to credit risk. The Company does not have any material credit risk with customers or counterparties, as receivables come from a large number of clients operating across multiple industries and distributed geographically.

Liquidity Risk Management

The objective of liquidity risk management is to ensure sufficient funds to meet current and future financial obligations. Liquidity is managed to maintain a controlled surplus between maturing liabilities and maturing assets within a period, based on the capital the Company believes it can generate during that period. The Company's policy is to continuously monitor current and expected future liquidity requirements to ensure that it maintains adequate cash reserves, borrowings, and committed shareholder capital to meet both short-term and long-term liquidity requirements.

The tables below present the contractual maturities of non-derivative financial assets and financial liabilities and the agreed payment terms. These tables are based on the undiscounted cash flows of financial assets and the undiscounted cash flows of financial liabilities, calculated using the earliest date the Company is required to pay. Presenting information on non-derivative financial assets is necessary to understand the Company's liquidity risk management, as liquidity is managed on the basis of net debt and assets.

	Carrying amounts		Fair value	
	Closing balance VND	Opening balance VND	Closing balance VND	Opening balance VND
Financial assets				
Cash and cash equivalents	8,157,152,991	10,802,256,944	8,157,152,991	10,802,256,944
Trade and other receivables	7,569,879,804	4,141,831,345	7,569,879,804	4,141,831,345
Loan receivables	-	387,651,540	-	-
Short-term financial investments	22,611,285,054	9,986,660,530	-	-
Long-term financial investments	-	-	-	-

	Carrying amounts		Fair value	
	Closing balance VND	Opening balance VND	Closing balance VND	Opening balance VND
Financial liabilities				
Trade payables, Othe	5,861,077,403	751,970,395	5,861,077,403	751,970,395
Accrued expenses	769,673,716	592,717,599	769,673,716	592,717,599
Borrowings and lease	-	-	-	-
	6,630,751,119	1,344,687,994	6,630,751,119	1,344,687,994

	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
Closing balance				
Cash and cash equiva	8,157,152,991	-	-	8,157,152,991
Trade and other recei	7,569,879,804	-	-	7,569,879,804
Loan receivables	-	-	-	-
Short-term financial ir	22,611,285,054	-	-	22,611,285,054
	38,338,317,849	-	-	38,338,317,849

	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
Closing balance				
Trade payables, Othe	5,861,077,403	-	-	5,861,077,403
Accrued expenses	769,673,716	-	-	769,673,716
	6,630,751,119	-	-	6,630,751,119

The Board of Directors assesses liquidity risk as low. The Board believes that the Company can generate sufficient cash to meet its financial obligations as they fall due.

7. OTHER INFORMATION

7.1. Potential liabilities

There are no contingent liabilities arising from past events that could affect the information presented in the Financial Statements that the Company does not control or has not recorded.

7.2. Events arising after the end of the year

The Board of Directors of the Company affirms that, in the opinion of the Board of Directors, in all material aspects, there have been no unusual events occurring after the end of the year that have affected the financial situation and operations of the Company that require adjustment or presentation in this Financial Statement.

7.3. Transactions and balances with related parties

Related parties to the Company include: key management members, individuals related to key management members and other related parties.

Other related parties	Relationship
Do Van Dat	Chairman
Do Nhu Hiep	Member of Board of Directors, Director
La Ba Do	Member of Board of Directors
Do Van Huan	Member of Board of Directors
Nguyen Huy Kha	Board of Supervisors
Tran Thi Ha Trinh	Member of Board of Supervisors
Le Thi Nga	Member of Board of Supervisors
Vo Ngoc Hai	Vice Director
Do Thi Hoang Ha	Chief accounting
Ha Linh Quynh single-member limited liability company	Related party of Do Thi Hoang Ha

7.3.1. Transactions and balances with key management members, the individuals involved with key management members

Key management members include: members of the Board of Directors, the Supervisory Board and members of the Executive Board (The Board of Directors, Chief Accountant). Individuals related to key management members are close family members of key management members.

Income of key management members:

The income enjoyed by the Board of Directors, Board of Supervisors and the Executive Board during the year is as follows:

	Content	Current year VND	Prior year VND
The Board of Directors			
Do Van Dat	Chairman	240,000,000	156,000,000
Do Nhu Hiep	Member of BOD and Director	18,000,000	18,000,000
La Ba Do	Member	18,000,000	18,000,000
The Board of Supervisors			
Nguyen Huy Kha	Head of the BOS	18,000,000	18,000,000
Tran Thi Ha Trinh	Member	12,000,000	12,000,000
Le Thi Nga	Member	12,000,000	12,000,000
The Board of Management			
Do Nhu Hiep	Deputy Director	305,124,000	318,289,000
Vo Ngoc Hai	Vice Director	176,678,000	193,868,000
		799,802,000	746,157,000

The Company has the following transactions relating to sales and provision of services to key management members and individuals related to key management members.

Purchase of goods and services	Content	Current year VND	Prior year VND
Ha Linh Quynh single-member limited liability company	Buy supplies and advertising	-	66,500,000
		-	66,500,000

Other transactions	Content	Current year VND	Prior year VND
	Advance	-	-
Vo Ngoc Hai	Settlement of advance	18,000,000	18,000,000
		-	-
	Advance	3,651,160,000	2,509,621,856
Do Thi Hoang Ha	Settlement of advance	3,659,420,585	2,648,925,581

Balances with key management members and individuals related to key management members.

At the end of the financial year, the Company had balances with key management members and individuals related to key management members.

Advance	Closing balance VND	Opening balance VND
Vo Ngoc Hai	48,582,249	66,582,249
Do Thi Hoang Ha	72,870,555	81,131,140

7.4. Information of Department

The Company does not prepare segment reports because it does not satisfy one of the three conditions for preparing segment reports by business sector or geographical area as prescribed in Circular 20/2006/TT-BTC dated March 20, 2006 of the Ministry of Finance on guiding the implementation of six (06) accounting standards issued under Decision No. 12/2005/QĐ-BTC dated February 15, 2005 of the Minister of Finance.

7.5. Comparative figures

Comparative figures are figures of the Financial Statements for the year ended December 31, 2024 of VNECO1 Electricity construction joint stock company audited by International Auditing and Valuation Company Limited.



Preparer
Do Thi Hoang Ha



Chief Accountant
Do Thi Hoang Ha



Director
Do Nhu Hiep
Danang, Viet Nam
March 25, 2026