



HAI PHONG ELECTRICAL MECHANICAL JOINT STOCK COMPANY
REVIEWED INTERIM FINANCIAL STATEMENTS
For the period from 01 January 2026 to 30 June 2026

- Kiểm toán
- Tư vấn Thuế
- Tư vấn Tài chính
- Thẩm định giá và xác định giá trị doanh nghiệp
- Audit
- Tax advisory
- Financial advisory
- Valuation

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STATEMENT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Hai Phong Electrical Mechanical Joint Stock Company (the “Company”) presents this report together with the Company’s interim financial statements for the operating period from 01 January 2026 to 30 June 2026.

BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS

The members of the Board of Management and the Board of General Directors who held office during the period and up to the date of approval of this report are as follows:

Board of Management

Mr. Hoang Thanh Hai	Chairman
Mr. Mai Van Minh	Vice Chairman
Ms. Le Thi Bich Hue	Member
Ms. Trinh Thi Lan Phuong	Member
Mr. Nguyen Minh Chung	Member

Board of General Directors

Mr. Mai Van Minh	General Director
Mr. Nguyen Minh Chung	Deputy General Director

Legal representative

The legal representative of the Company during the period and to the date of this report is Mr. Mai Van Minh - General Director.

BOARD OF GENERAL DIRECTORS’ STATEMENT OF RESPONSIBILITY

The Board of General Directors of the Company is responsible for preparing the interim financial statements, which give a true and fair view of the financial position of the Company as at 30 June 2026, its financial performance and its cash flows for the six-month period from 01 January 2026 to 30 June 2026, in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of interim financial statements. In preparing these interim financial statements, the Board of General 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 interim financial statements;
- Prepare the interim 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 interim financial statements so as to minimize errors and frauds.

The Board of General 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 accounting records and financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of interim financial statements. The Board of General Directors is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of General Directors confirm that they have complied with the above requirements in the preparation of the interim financial statements.

STATEMENT OF THE BOARD OF GENERAL DIRECTORS (CONTINUED)

BOARD OF GENERAL DIRECTORS' STATEMENT OF RESPONSIBILITY (CONTINUED)

In the Board of Genneral Directors' opinion, the financial statements give a true and fair view of the financial position of the Company as at 30 June 2026, as well as its financial performance and its cash flows for the operating period from 01 January 2026 to 30 June 2026, in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of interim financial statements.

For and on behalf of the Board of General Directors,



Mai Van Minh
General Director
Hai Phong, 07 August 2026

No. 229/VACO/BCSX.NV2

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

**To: The shareholders, the Board of Management and the Board of General Directors
Hai Phong Electrical Mechanical Joint Stock Company**

We have audited the accompanying financial statements of Hai Phong Electrical Mechanical Joint Stock Company (the "Company") prepared on 07 August 2026 as set out from page 04 to page 31, which comprise the interim statement of financial position of as at 30 June 2026, the interim income statement, the interim cash flow statement for the operating period from 01 January 2026 to 30 June 2026 and the notes to the interim financial statements (collectively referred to as the "interim financial statements").

Board of General Directors' Responsibility

The Board of General Directors is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting and for such internal control as the Board of General Directors determines as necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express a conclusion on the interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 - Review of Interim Financial Information performed by the independent auditor of the entity.

A review of interim financial statements consists of making inquiries primarily on persons who are responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Auditors' Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view of, in all material respects, the financial position of the Company as at 30 June 2026, its financial performance and its cash flows for the operation period from 01 January 2026 to 30 June 2026, in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of the interim financial statements.



Nguyen Phuong Lan
Deputy General Director
Audit Practising Registration Certificate
No. 0917-2023-156-1
For and on behalf of
VACO AUDITING COMPANY LIMITED
Hanoi, 07 August 2026

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
A. CURRENT ASSETS	100		189,029,897,863	153,060,571,537
I. Cash and cash equivalents	110	5	5,677,699,358	15,166,072,684
1. Cash	111		2,668,719,906	6,166,072,684
2. Cash equivalents	112		3,008,979,452	9,000,000,000
II. Short-term financial investments	120		54,450,087,671	2,000,000,000
1. Short-term held-to-maturity investments	123	6	54,450,087,671	2,000,000,000
III. Short-term receivables	130		14,968,914,049	8,958,176,253
1. Short-term trade receivables	131	7	12,921,560,897	3,344,471,100
2. Short-term advances to suppliers	132	8	993,458,896	4,770,547,518
3. Other short-term receivables	135	9	1,550,311,664	1,339,575,043
4. Provision for short-term doubtful debts	136	10	(496,417,408)	(496,417,408)
IV. Inventories	140	11	113,736,282,377	126,326,105,029
1. Inventories	141		113,736,282,377	126,326,105,029
V. Other current assets	160		196,914,408	610,217,571
1. Short-term deferred expenses	161	12	93,839,875	150,751,709
2. VAT deductibles	162		-	431,975,805
3. Taxes and amounts receivable from the State budget	163	17	103,074,533	27,490,057
B. NON-CURRENT ASSETS	200		55,297,152,726	55,922,640,534
I. Fixed assets	220		34,674,306,343	35,159,473,574
1. Tangible fixed assets	221	13	34,674,306,343	35,159,473,574
- Cost	222		114,646,177,052	112,723,396,007
- Accumulated depreciation	223		(79,971,870,709)	(77,563,922,433)
2. Intangible fixed assets	227	14	-	-
- Cost	228		120,000,000	120,000,000
- Accumulated amortisation	229		(120,000,000)	(120,000,000)
II. Long-term financial investments	260		20,039,000,000	20,039,000,000
1. Investments in associates, joint-ventures	262	6	20,039,000,000	20,039,000,000
III. Other non-current assets	270		583,846,383	724,166,960
1. Long-term deferred expenses	271	12	583,846,383	724,166,960
TOTAL ASSETS (280 = 100 + 200)	280		244,327,050,589	208,983,212,071

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

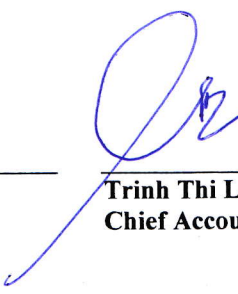
INTERIM STATEMENT OF FINANCIAL POSITION (CONTINUED)

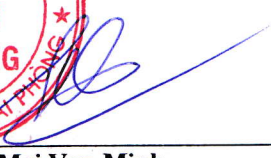
As at 30 June 2026

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	300		69,934,933,281	31,714,236,581
I. Current liabilities	310		69,934,933,281	31,714,236,581
1. Short-term trade payables	311	15	18,796,114,347	6,595,478,814
2. Short-term advances from customers	312	16	37,991,109,632	5,480,224,272
3. Short-term taxes and amounts payable to the State Budget	314	17	1,588,154,981	1,694,318,249
4. Payables to employees	315		3,418,486,256	3,911,157,759
5. Short-term accrued expenses	316	18	272,062,373	275,047,349
6. Other short-term payables	320	19	1,978,052,281	454,545
7. Short-term loans and obligations under financial lease	321	20	-	8,959,483,904
8. Short-term provisions	322	21	1,500,000,000	-
9. Bonus and welfare funds	323		4,390,953,411	4,798,071,689
B. EQUITY	400	22	174,392,117,308	177,268,975,490
I. Owner's equity	411		94,922,000,000	94,922,000,000
- Ordinary shares carrying voting rights	411a		94,922,000,000	94,922,000,000
2. Investment and development funds	418		15,869,172,828	14,946,973,192
3. Retained earnings	420		63,600,944,480	67,400,002,298
- Retained earnings accumulated to the prior year end	420a		56,069,984,079	54,272,729,304
- Retained earnings of the current period	420b		7,530,960,401	13,127,272,994
TOTAL RESOURCES (440 = 300 + 400)	440		244,327,050,589	208,983,212,071


Le Thi Nhung
Preparer


Trinh Thi Lan Phuong
Chief Accountant


Mai Van Minh
General Director
Approved on 07 August 2026



INTERIM INCOME STATEMENT

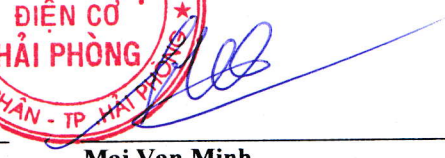
For the operating period from 01 January 2026 to 30 June 2026

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01		155,219,116,935	149,769,457,530
2. Revenue deductions	02		1,950,000,000	1,952,000,000
3. Net revenue from goods sold and services rendered (10 = 01 - 02)	10	24	153,269,116,935	147,817,457,530
4. Cost of goods sold and services rendered	11	25	131,942,265,398	127,105,688,141
5. Gross profit from goods sold and services rendered (20 = 10 - 11)	20		21,326,851,537	20,711,769,389
6. Financial income	22	27	2,110,020,225	1,725,443,609
7. Financial expenses	23	28	2,221,622,630	2,014,982,351
- Interest expense	24		119,935,617	66,981,679
8. Selling expenses	25	29	3,690,661,845	3,420,294,877
9. General and administration expenses	26	29	8,136,091,549	7,371,881,901
10. Operating profit {30 = 20 + 22 - (23 + 25 + 26)}	30		9,388,495,738	9,630,053,869
11. Other income	31		25,222,151	38,406,915
12. Other expenses	32		17,387	6,885
13. Profit from other activities (40 = 31 - 32)	40		25,204,764	38,400,030
14. Accounting profit before tax (50 = 30 + 40)	50		9,413,700,502	9,668,453,899
15. Current corporate income tax expense	51	30	1,882,740,101	1,933,690,780
16. Deferred tax expense	52		-	-
17. Net profit after corporate income tax (60 = 50 - 51 - 52)	60		7,530,960,401	7,734,763,119
18. Basic earnings per share	70	31	793	815


Le Thi Nhung
Preparer


Trinh Thi Lan Phuong
Chief Accountant


Mai Van Minh
General Director
Approved on 07 August 2026



CASH FLOW STATEMENT

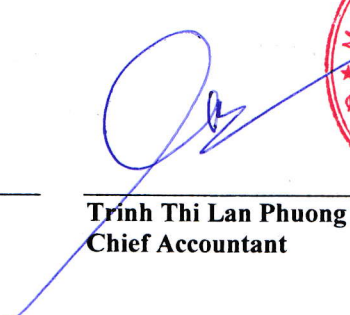
(Direct method)

For the operating period from 01 January 2026 to 30 June 2026

Unit: VND

ITEMS	Codes	Current period	Prior period
I. Cash flows from operating activities			
1. Proceeds from goods sold, services rendered and other revenue	01	187,772,812,625	167,809,838,820
2. Payments to suppliers	02	(107,011,495,546)	(128,051,404,448)
3. Payments to employees	03	(11,319,503,663)	(11,061,760,326)
4. Interest paid	04	(128,780,470)	(70,309,200)
5. Corporate income tax paid	05	(2,194,318,249)	(1,601,178,555)
6. Other cash inflows	06	227,283,649	496,718,354
7. Other cash outflows	07	(6,703,754,557)	(3,795,446,773)
Net cash generated by/(used in) operating activities	20	60,642,243,789	23,726,457,872
II. Cash flows from investing activities			
1. Acquisition and construction of fixed assets and other long-term assets	21	(1,922,781,045)	(423,200,000)
2. Cash outflow for lending, buying debt instruments of other entities	23	(53,400,000,000)	(38,360,000,000)
3. Cash recovered from lending, selling debt instruments of other entities	24	2,000,000,000	16,860,000,000
4. Interest earned, dividends and profits received	27	1,643,330,792	1,731,686,408
Net cash generated by/(used in) investing activities	30	(51,679,450,253)	(20,191,513,592)
III. Cash flows from financing activities			
1. Proceeds from borrowings	33	22,450,474,511	35,475,309,672
2. Repayment of borrowings	34	(31,409,958,415)	(34,581,339,383)
3. Dividends and profits paid to owners	36	(9,492,200,000)	(9,492,200,000)
Net cash generated by/(used in) financing activities	40	(18,451,683,904)	(8,598,229,711)
Net increase/(decrease) in cash (50 = 20 + 30 + 40)	50	(9,488,890,368)	(5,063,285,431)
Cash and cash equivalents at beginning of the period	60	15,166,072,684	12,360,154,682
Effect of changes in foreign exchange rates	61	517,042	111,240
Cash and cash equivalents at end of the period (70 = 50 + 60 + 61)	70	15,677,699,358	7,296,980,491


Le Thi Nhung
Preparer


Trinh Thi Lan Phuong
Chief Accountant


Mai Van Minh
General Director

Approved on 07 August 2026

NOTES TO THE INTERIM FINANCIAL STATEMENTS

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

1. GENERAL INFORMATION

Ownership structure

Hai Phong Electrical Mechanical Joint Stock Company (hereinafter referred to as “the Company”) was granted the first Business Registration Certificate No. 0203000691 dated 13 January 2004 issued by Hai Phong Department of Planning and Investment; the 8th amendment dated 8 January 2025. The Company’s headquarters is located at 734 Nguyen Van Linh, An Bien Ward, Hai Phong City.

The Company’s charter capital according to Business Registration Certificate is VND 94,922,000,000.

The number of employees as at 30 June 2026 was 146 (as at 31 December 2025: 143).

Operating industry and principal activities

The Company’s operating industry:

- Manufacture of household electrical appliances;
- Agency, brokerage and auction services;
- Manufacture of motors, generators, transformers, electrical distribution, and control equipment;
- Manufacture of other general-purpose machinery;
- Short-term accommodation services;
- Restaurants and mobile food service activities;
- Travel agency services;
- Support services related to tourism promotion and tour organization;
- Wholesale of other household goods;
- Wholesale of other machinery, equipment, and spare parts;
- Wholesale of metals and metal ores;
- Retail of household electrical appliances, furniture, and home furnishings;
- Road freight transport;
- Inland water passenger transport;
- Inland water freight transport;
- Warehousing and storage services;
- Manufacture of plastic products.

The Company’s principal activities: Manufacture and trade of all kinds of civil fans, industrial fans and fan cages.

Normal production and business cycle

The Company’s normal production and business cycle is carried out for a period of 12 months or less.

Declaration on comparability of information in the interim financial statements

The comparative figures comprise those in the audited financial statements for the year ended 31 December 2025 and the reviewed interim financial statements for the six-month period from 01 January 2025 to 30 June 2025. The Company has decided not to reclassify the opening balances of certain items in accordance with the accounting regime prescribed in Circular No. 99/2025/TT-BTC dated 27 October 2025. Accordingly, certain line items presented in the interim financial statements for the six-month period ended 30 June 2026 may not be comparable with the corresponding opening balances due to the adoption of Circular No. 99/2025/TT-BTC in the preparation and presentation of the financial statements.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

1. GENERAL INFORMATION (CONTINUED)

Company's structure

As at 30 June 2026, the associate of the Company is as follows:

Name	Place of incorporation (registration) and operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Principal activities
Phong Lan Investment Trading and Service Company	Hai Phong	49	49	Real estate business

2. ACCOUNTING PERIOD, APPLIED ACCOUNTING STANDARDS AND REGIME

Accounting period

The Company's accounting period begins on 01 January and ends on 31 December. The interim financial statements for this period are prepared for the operating period from 01 January 2025 to 30 June 2025.

Applied accounting regime

The Company applied Vietnamese Accounting Standards, accounting regime for enterprises issued under Circular No. 99/2025/TT-BTC dated 27 October 2025, and circulars guiding the implementation of accounting standards of the Ministry of Finance for the preparation and presentation of interim financial statements.

Declaration of compliance with accounting standard and accounting regime

The Board of Directors ensures to comply with the requirements of the Vietnamese Accounting Standards, accounting regime for enterprises issued under Circular No. 99/2025/TT-BTC dated 27 October 2025, as well as circulars guiding the implementation of accounting standards of the Ministry of Finance for the preparation and presentation of interim financial statements.

The accompanying interim 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 and jurisdictions other than Vietnam.

Accounting convention

The financial statements are prepared on an accrual basis (except for information relating to cash flows).

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

3. ADOPTION OF NEW ACCOUNTING GUIDANCE

On 27 October 2025, the Ministry of Finance issued Circular No. 99/2025/TT-BTC ("Circular 99") providing guidance on the accounting regime applicable to enterprises. Circular 99 became effective for financial years beginning on or after 01 January 2026. It replaces the accounting regime for enterprises issued under Circular No. 200/2014/TT-BTC dated 22 December 2014. The Board of Management has adopted Circular 99 in the preparation and presentation of the interim financial statements for the six-month period from 01 January 2026 to 30 June 2026.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Estimates

The preparation of financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of interim financial statements requires the Board of General Directors 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 operating period. Although these accounting estimates are based on the Board of General Directors' best knowledge, actual results may differ from those estimates.

Evaluation and recognition at fair value

The Law on Accounting came into effect from 01 January 2017, which included regulations on evaluation and recognition at fair value. However, there is no specific instruction for this matter; therefore, the Board of General Directors has considered and applied as follows:

- a) *Financial instruments are recognized and revaluated at fair value based on historical cost less provisions (if any) in accordance with current regulations.*
- b) *Monetary items denominated in foreign currencies shall be evaluated based on the actual exchange rates;*
- c) *For assets and liabilities (except items a and b as mentioned above), the Company does not have any basis to determine the reliable value; therefore, the Company records at historical cost.*

Financial instruments

Initial recognition

Financial assets: At the date of initial recognition, financial assets are recognised at cost plus transaction costs that are directly attributable to the acquisition of the financial assets. Financial assets of the Company comprise cash and cash equivalents, financial investments, trade receivables, and other receivables.

Financial liabilities: At the date of initial recognition, financial liabilities are recognised at cost plus transaction costs that are directly attributable to the issue of the financial liabilities. Financial liabilities of the Company comprise trade payables, accrued expenses and borrowings.

Subsequent measurement after initial recognition

Currently, there are no requirements for the subsequent measurement of the financial instruments after initial recognition.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term investments (no more than 03 months) that are highly liquid, readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and unrestricted in use.

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity. Held-to-maturity investments comprise term deposits at banks.

Held-to-maturity investments are initially recognized at cost. Interest income is recognized in finance income on an accrual basis over the relevant interest-bearing period.

Held-to-maturity investments are subsequently measured at cost less provision for doubtful debts. A provision for doubtful debts of held-to-maturity investments is recognized when there is any indication or objective evidence that part or all of the Company's held-to-maturity investments may not be recoverable.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial investments

Investments in associates

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

Investments in associates are carried in the balance sheet at cost less provision for impairment of such investments (if any). Provisions for impairment of investments in associates are made in accordance with Circular No. 99/2025/TT-BTC dated 27 October 2025 issued by the Ministry of Finance on guiding accounting regime for enterprises and prevailing accounting regulations.

Any increase or decrease in the allowance for impairment of investments in associates required to be recognized at the end of the reporting period is recorded as finance costs in the interim income statement.

Receivables

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

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

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition.

The Company determines the cost of inventories on a transaction-by-transaction basis for inventory accounting purposes.

The cost of inventories issued is determined using the weighted average method.

Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

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

Prepaid expenses

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments comprise tools and supplies issued for consumption, insurance premiums, repair costs with an allocation period of no more than 03 years.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

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

	<u>Years of depreciation</u> <u>(Years)</u>
Buildings and structures	10 - 32
Machinery and equipment	02 - 10
Motor vehicles, transmissions	06 - 10
Management equipment	03 - 05

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the interim income statement.

Intangible fixed assets and amortization

Intangible fixed assets represent computer software which is stated at cost less accumulated amortization. Computer software is amortized using the straight-line method over five years.

Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of the underlying asset to the lessee. All other leases are classified as operating leases.

An operating lease is a lease under which the lessor retains substantially all the risks and rewards incidental to ownership of the underlying asset. Operating lease payments are recognized as an expense in the interim income statement on a straight-line basis over the lease term.

Payables and accrued expenses

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

The classification of payables into trade payables, accrued expenses, and other payables are made on the following principles:

- Trade payables reflect payables arising from purchases of goods, services, assets and sellers are independent units to the Company.
- Accrued expenses reflect amounts payable for goods or services received from the seller or provided to the buyer but not be paid due to lack of invoices or incomplete accounting records and documents, payments to employees for leave and prepaid production and business expenses.
- Other payables reflect non-trade payables and does not relate to the purchase, sale or supply of goods or services.

Payable provisions

Payable provisions are recognised when the Company has a present obligation as a result of a past event, and it is probable that the Company will be required to settle that obligation. Provisions are measured at the Board of General Directors' estimate of the expenditure required to settle the obligation as at the end of the accounting period.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equity

Owner's contributed capital is recognized based on the actual contributed capital of the shareholders.

Profit distribution

Profit after tax is distributed and funds are made in accordance with the decision of the General Meeting of Shareholders and the Company's charter.

Profit distribution to shareholders is referenced to the non-monetary items included in retained earnings that may affect cash flows and the ability to pay dividends such as gains from revaluation of assets contributed capital, interest from revaluation of monetary items, financial instruments and other non-monetary items.

Dividends are recognized as liabilities when having the approval of the General Meeting of Shareholders.

Revenue recognition

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

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

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

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

Revenue deductions

Revenue deductions comprise trade discounts.

Revenue deductions arising in the same reporting period as the sale of goods or the rendering of services are recognized as a reduction of revenue in that period. Where revenue deductions relate to goods sold or services rendered during the reporting period but arise in a subsequent period, the Company reduces the revenue recognized in the reporting period if such revenue deductions arise before the date of issuance of the financial statements.

Foreign currencies

Transactions denominated in foreign currencies are translated at the actual exchange rates prevailing on the transaction dates. Monetary assets and liabilities denominated in foreign currencies outstanding at the end of the reporting period are translated at the average bank transfer buying and selling exchange rates quoted by the commercial bank with which the Company regularly transacts as at that date, except for demand deposits denominated in foreign currencies, which are translated at the average bank transfer buying and selling exchange rates quoted by the commercial bank where the Company maintains the respective bank accounts. Exchange differences arising are recognized in the income statement.

Borrowing costs

Borrowing costs are recognised in the income statement in the year when incurred.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Taxation

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

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

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

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

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

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

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

Related parties

Parties are considered to be related parties when one party has ability to control another or has significant influence in making decision related to financial and operation policies. Parties are also considered as related parties when they bare the same control and significant influence.

When considering the relationship of related parties, it is more focused on the nature of the relationship than the legal form.

List of related parties during the period:

Related parties	Relationship
Board of Management, Board of General Directors, Board of Supervisors and Chief Accountant	Key management personnel
Phong Lan Investment Trading and Service Company Limited	Associate
Ms. Nguyen Thu Ha	Significant shareholder - Close family member of the Chairman of the Board of

**HAI PHONG ELECTRICAL MECHANICAL
JOINT STOCK COMPANY**

No. 734 Nguyen Van Linh, An Bien Ward,
Hai Phong City

FORM B 09a - DN

Issued under Circular No. 99/2025/TT-BTC
dated 27 October 2025 issued by the Ministry of Finance

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

5. CASH AND CASH EQUIVALENTS

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Cash on hand	342,403,283	255,822,792
Demand deposits	2,326,316,623	5,910,249,892
<i>Including:</i>		
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Hong Bang Branch	759,423,312	3,816,571,904
- Military Commercial Joint Stock Bank - Hai Phong Branch	696,084,784	1,212,309,406
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Hai Phong Branch	479,060,497	103,020,434
- Other banks	391,748,030	778,348,148
Cash equivalents (i)	3,008,979,452	9,000,000,000
<i>Including:</i>		
- Asia Commercial Joint Stock Bank - Hai Phong Branch - Hong Bang Transaction Office	-	4,000,000,000
- Vietnam Prosperity Joint Stock Commercial Bank - Hai Phong Branch	-	5,000,000,000
- Joint Stock Commercial Bank for Investment and Development of Vietnam - Hai Phong Branch	3,008,979,452	-
Total	<u>5,677,699,358</u>	<u>15,166,072,684</u>

Note:

- (i) These are one-month term deposits bearing interest at 4.75%/year.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

6. FINANCIAL INVESTMENTS

a) Held-to-maturity investments

Items	Closing balance			Opening balance		
	Cost	Fair value	Provision	Cost	Fair value	Provision
	VND	VND	VND	VND	VND	VND
Short-term						
+ Term deposits						
Asia Commercial Joint Stock Bank - Hai Phong Branch - Hong Bang Transaction	2,151,061,644	2,151,061,644	-	-	-	-
Vietnam Prosperity Joint Stock Commercial Bank - Hai Phong Branch	52,299,026,027	52,299,026,027	-	-	-	-
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Hai Phong Branch	-	-	-	2,000,000,000	2,000,000,000	-
Total	54,450,087,671	54,450,087,671	-	2,000,000,000	2,000,000,000	-

b) Investments in other entities

Items	Closing balance			Opening balance		
	Cost	Fair value	Provision	Cost	Fair value	Provision
	VND	VND	VND	VND	VND	VND
Investments in joint ventures and associates	20,039,000,000		-	20,039,000,000		-
Phong Lan Investment, Trading and Services Company Limited	20,039,000,000	(i)	-	20,039,000,000	(i)	-
Total	20,039,000,000	-	-	20,039,000,000	-	-

Note:

- (i) The Company has not determined the fair value as at the balance sheet date of this investment to disclose in the financial statements because there is no listed price on the market for these investments, Vietnamese Accounting Standards, accounting regime for enterprises and current regulations do not have specific guidance on determining the fair value of financial investments. The fair value of these investments may differ from the book value.

Details of the associate as at 30 June 2026 are as follows:

Phong Lan Investment Trading and Service Company Limited was established on 18 December 2018 with a charter capital of VND 40,895,700,000, with head office located at No. 20 Dinh Tien Hoang, Hong Bang Ward, Hai Phong City. The Company contributes VND 20,039,000,000, equivalent to 49% of the charter capital in the form of land use rights of 572.4 m2 and assets on the land at 20 Dinh Tien Hoang. The voting ratio corresponds to the capital contribution ratio. The risk and profit sharing ratio is 50:50.

Phong Lan Investment Trading and Service Company Limited was established to invest in the construction and operation of Phong Lan Commercial Building Project at 20 Dinh Tien Hoang, Hong Bang Ward, Hai Phong City. During the six-month period of 2025, the Company continued its normal operations, achieving profitable business results and accumulated interest.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

7. SHORT-TERM TRADE RECEIVABLES

	Closing balance		Opening balance	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Thong Nhat Electromechanical Joint Stock Company	3,237,769,680	-	203,148,000	-
Photo Electric and Electronic One Member Limited Liability Company	4,359,033,400	-	-	-
Ha Noi Ching Hai Electric works Company Limited	3,521,417,820	-	1,471,214,200	-
Nam Thuan Nghe An Joint Stock Company	-	-	590,113,020	-
Ban Hang Store	407,921,925	-	450,921,925	-
Others	1,395,418,072	-	629,073,955	-
Total	12,921,560,897	-	3,344,471,100	-

8. SHORT-TERM ADVANCES TO SUPPLIERS

	Closing balance	Opening balance
	VND	VND
ANK Company Limited	238,149,000	3,436,755,040
Chuan Tin Company Limited	526,737,600	1,146,636,000
MHP Technology Joint Stock Company	113,600,000	113,600,000
Others	114,972,296	73,556,478
Total	993,458,896	4,770,547,518

9. OTHER SHORT-TERM RECEIVABLES

	Closing balance		Opening balance	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Advances to employees	14,008,000	-	-	-
Other receivables	1,536,303,664	-	1,339,575,043	-
- Mitsubishi Electric Vietnam Company Limited	1,384,279,331	-	38,750,940	-
- Accrued interest	-	-	20,561,644	-
- Social insurance of Le Chan District	98,720,905	-	90,140,064	-
- Dividends and profits received	-	-	1,150,000,000	-
- Others	53,303,428	-	40,122,395	-
Total	1,550,311,664	-	1,339,575,043	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

10. BAD DEBTS

	Closing balance			Opening balance		
	Cost	Recoverable amount	Overdue time	Cost	Recoverable amount	Overdue time
	VND	VND	Year	VND	VND	Year
Kevin Wire - Cable and Electrical Materials Co., Ltd	219,062,690	-	Over 3 years	219,062,690	-	Over 3 years
Truong Hoang Phuong Co., Ltd	119,855,600	-	Over 3 years	119,855,600	-	Over 3 years
Tuan Dung Store	13,185,117	-	Over 3 years	13,185,117	-	Over 3 years
Electromechanical No. 1991 Joint Stock Company	119,012,498	-	Over 3 years	119,012,498	-	Over 3 years
Tay Do Electrical Engineering Private Enterprise	9,282,625	-	Over 3 years	9,282,625	-	Over 3 years
Viet Han Joint Stock Company	6,330,516	-	Over 3 years	6,330,516	-	Over 3 years
Vietnam Electric Fan Production and Trading Company Limited	4,687,062	-	Over 3 years	4,687,062	-	Over 3 years
Sales of components	5,001,300	-	Over 3 years	5,001,300	-	Over 3 years
Total	496,417,408	-		496,417,408	-	

11. INVENTORIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
Raw materials	32,381,068,665	-	33,303,485,909	-
Tools and supplies	262,204,137	-	289,490,131	-
Work in progress	9,624,818,208	-	9,250,985,138	-
Finished goods	22,303,542,431	-	37,958,045,032	-
Merchandise	49,164,648,936	-	45,524,098,819	-
Total	113,736,282,377	-	126,326,105,029	-

12. PREPAID EXPENSES

	Closing balance	Opening balance
	VND	VND
a) Short-term prepaid expenses	93,839,875	150,751,709
Insurance expenses	75,399,357	110,881,327
Other expenses	18,440,518	39,870,382
b) Long-term prepaid expenses	583,846,383	724,166,960
Tools and supplies issued for consumption	386,198,952	349,329,630
Asset repair expenses	183,156,596	351,559,204
Other expenses	14,490,835	23,278,126
Total	677,686,258	874,918,669

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)*These notes are an integral part of and should be read in conjunction with the accompanying interim financial statements***13. INCREASE, DECREASE IN TANGIBLE FIXED ASSETS**

	Buildings and structures	Machinery and equipment	Motor vehicles, transmissions	Management equipment	Total
	VND	VND	VND	VND	VND
COST					
Opening balance	67,822,101,454	38,067,390,601	6,634,203,897	199,700,055	112,723,396,007
Increase due to additional purchases	-	1,882,049,564	-	40,731,481	1,922,781,045
Closing balance	67,822,101,454	39,949,440,165	6,634,203,897	240,431,536	114,646,177,052
ACCUMULATED DEPRECIATION					
Opening balance	39,524,248,259	32,519,020,338	5,335,956,839	184,696,997	77,563,922,433
Charge for the period	1,247,950,493	1,033,287,168	117,510,923	9,199,692	2,407,948,276
Closing balance	40,772,198,752	33,552,307,506	5,453,467,762	193,896,689	79,971,870,709
NET BOOK VALUE					
Opening balance	28,297,853,195	5,548,370,263	1,298,247,058	15,003,058	35,159,473,574
Closing balance	27,049,902,702	6,397,132,659	1,180,736,135	46,534,847	34,674,306,343

The cost of tangible fixed assets includes fully depreciated assets that were still in use as at 30 June 2026, amounting to VND 43,546,658,386 (as at 31 December 2025: VND 41,197,639,041).

As at the end and the beginning of the reporting period, the Company had no existing tangible fixed assets with a carrying amount representing 10% or more of the total carrying amount of tangible fixed assets. During the period, the Company did not dispose of, sell or transfer any tangible fixed assets with a carrying amount representing 10% or more of the total carrying amount of tangible fixed assets.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

14. INCREASE, DECREASE IN INTANGIBLE FIXED ASSETS

	Computer software	Total
	VND	VND
COST		
Opening balance	120,000,000	120,000,000
Closing balance	120,000,000	120,000,000
ACCUMULATED DEPRECIATION		
Opening balance	120,000,000	120,000,000
Charge for the period	-	-
Closing balance	120,000,000	120,000,000
NET BOOK VALUE		
Opening balance	-	-
Closing balance	-	-

The cost of intangible fixed assets which have been fully depreciated but are still in use as at 30 June 2026 includes VND 120,000,000 (as at 31 December 2025: VND 120,000,000).

15. SHORT-TERM TRADE PAYABLES

	Closing balance	Opening balance
	VND	VND
Mitsubishi Electric Viet Nam Company Limited	12,277,155,290	377,568,000
Sao Do Manufacturing and Trading Company Limited	2,711,178,910	2,418,433,332
Cuong Vinh Production and Trading Service Company Limited	325,673,161	2,001,039,975
Others	3,482,106,986	1,798,437,507
Total	18,796,114,347	6,595,478,814

16. SHORT-TERM ADVANCES FROM CUSTOMERS

	Closing balance	Opening balance
	VND	VND
Hung Chanh Company Limited	12,101,461,729	308,839,627
Ha Noi Electromechanics Trading Company Limited	3,535,000,000	-
Minh Hung Electrical Equipment Development and Trading Company Limited	3,874,907,963	124,545,784
Tan Thanh Company Limited	1,790,310,335	3,460,000,000
Others	16,689,429,605	1,586,838,861
Total	37,991,109,632	5,480,224,272

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

17. TAXES AND AMOUNTS RECEIVABLE FROM/PAYABLE TO STATE BUDGET

	Opening balance	Payable during the VND	Paid/Received during the period VND	Closing balance
a) Taxes payable	1,694,318,249	5,226,243,171	5,332,406,439	1,588,154,981
Output value-added tax	-	2,469,113,539	2,263,698,659	205,414,880
Import and export duties	-	85,328,065	85,328,065	-
Corporate income tax	1,694,318,249	1,882,740,101	2,194,318,249	1,382,740,101
Property tax, land rental and other taxes	-	788,965,466	788,965,466	-
Other taxes, fees, charges and other payables	-	96,000	96,000	-
b) Taxes receivable	27,490,057	627,594,084	703,178,560	103,074,533
Personal income tax	27,490,057	627,594,084	703,178,560	103,074,533

18. SHORT-TERM ACCRUED EXPENSES

	Closing balance VND	Opening balance VND
Accrued borrowing interest expenses	7,494,361	16,339,214
Accrued operating expenses	264,568,012	258,708,135
Total	272,062,373	275,047,349

19. OTHER SHORT-TERM PAYABLES

	Closing balance VND	Opening balance VND
Purchase volume rebates (i)	1,950,000,000	-
Other payables	28,052,281	454,545
Total	1,978,052,281	454,545

Note:

- (i) The sales discount is determined based on the 2026 sales volume plan for semi-finished products approved by the General Director.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

20. LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	<u>Closing balance</u>	<u>Increase during the period</u>	<u>Decrease during the period</u>	<u>Opening balance</u>
	VND	VND	VND	VND
Vietnam Joint Stock Commercial Bank for Industry and Trade - Hong Bang Branch (i)	-	22,450,474,511	31,409,958,415	8,959,483,904
Total	-	22,450,474,511	31,409,958,415	8,959,483,904

Note:

- (i) Short-term loan under the credit limit contract No. 02/2025-HDCVHM/NHCT166-DIENCOHP dated 08 April 2025 with Vietnam Joint Stock Commercial Bank for Industry and Trade - Hong Bang Branch as follows:

- Credit line maintenance period: From 10 April 2025 to 04 April 2026.
- Maximum disbursement limit: VND 50,000,000,000.
- Purpose of the loan: To supplement working capital, open and settle L/Cs for production and business activities.
- Loan term: Maximum of 6 months.
- Interest rate: Specified in each indebtedness certificate, effective from the disbursement date until any interest rate adjustment.
- Collateral: Machinery, equipment and transport vehicles as per the collateral agreements.

Short-term loan under the credit limit contract No. 01/2026-HDCVHM/NHCT166-0200580118 dated 20 April 2026 with Vietnam Joint Stock Commercial Bank for Industry and Trade - Hong Bang Branch as follows:

- Credit line maintenance period: From 20 April 2026 to 20 April 2027.
- Maximum disbursement limit: VND 50,000,000,000.
- Purpose of the loan: Supplementing working capital to serve production and business activities.
- Loan term: Maximum of 6 months.
- Interest rate: Specified in each indebtedness certificate, effective from the disbursement date until any interest rate adjustment.
- Collateral: Machinery, equipment and transport vehicles as per the collateral agreements.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

21. SHORT-TERM PROVISIONS

Short-term provisions represent the provision for product warranty during the period, calculated based on the revenue from sales of finished goods as approved by the General Director.

22. OWNERS' EQUITY

Movements in owners' equity

	Owner's contributed capital	Investment and development fund	Retained earnings	Total
	VND	VND	VND	VND
Balance as at 01 January 2025	94,922,000,000	13,874,610,335	65,613,589,294	174,410,199,629
Profit for the period	-	-	7,734,763,119	7,734,763,119
Investment and development fund	-	1,320,471,422	(1,320,471,422)	-
Appropriation to the Bonus and Welfare Fund and the Executive Management Bonus Fund	-	-	(528,188,568)	(528,188,568)
Dividend distribution	-	-	(9,492,200,000)	(9,492,200,000)
Other decrease	-	(55,032,000)	-	(55,032,000)
Balance as at 30 June 2025	94,922,000,000	15,140,049,757	62,007,492,423	172,069,542,180
Balance as at 01 January 2026	94,922,000,000	14,946,973,192	67,400,002,298	177,268,975,490
Profit for the period	-	-	7,530,960,401	7,530,960,401
Investment and development fund	-	1,312,727,299	(1,312,727,299)	-
Appropriation to the Bonus and Welfare Fund and the Executive Management Bonus Fund (i)	-	-	(525,090,920)	(525,090,920)
Dividend distribution (i)	-	-	(9,492,200,000)	(9,492,200,000)
Other decrease	-	(390,527,663)	-	(390,527,663)
Balance as at 30 June 2026	94,922,000,000	15,869,172,828	63,600,944,480	174,392,117,308

Note:

(i) Profit distribution during the period includes the allocation to funds and dividend distribution to shareholders in accordance with Resolution of the Annual General Meeting of Shareholders No 12/2026/DHP/NQ-DHDCD dated 24 April 2026, accordingly:

- Investment and development fund (10% of profit after tax from business operations): VND 1,312,727,299.
- Bonus and welfare fund (4% of profit after tax from business operations): VND 525,090,920.
- 2025 dividend payment in cash (10% of charter capital): VND 9,492,200,000 VND.
- During the period, the Company paid dividends to shareholders amounting to VND 9,019,935,000 and remitted VND 472,265,000 of personal income tax (5%) withheld.

The Company's share issuance

Items	Closing balance	Opening balance
- Number of shares registered for issuance	9,492,200	9,492,200
- Number of shares sold to the public	9,492,200	9,492,200
+ Ordinary shares	9,492,200	9,492,200
- Number of outstanding shares	9,492,200	9,492,200
+ Ordinary shares	9,492,200	9,492,200
Par value of outstanding shares: 10.000 VND/share		

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

22. OWNERS' EQUITY (CONTINUED)

According to the amended Business Registration Certificate, the Company's charter capital is VND 94,922,000,000 (as at 31 December 2025: VND 94,922,000,000). As at 30 June 2025, the charter capital has been fully contributed by shareholders as follows:

	Closing balance		Opening balance	
	Ratio Contributed charter capital		Ratio contributed charter capital	
	%	VND	%	VND
Mr. Hoang Thanh Hai	27.54%	26,141,810,000	27.54%	26,141,810,000
Ms. Nguyen Thu Ha	21.14%	20,065,800,000	21.14%	20,065,800,000
Mr. Tran Quang Hung	6.38%	6,052,760,000	6.38%	6,052,760,000
Other shareholders	44.94%	42,661,630,000	44.94%	42,661,630,000
Total	100%	94,922,000,000	100%	94,922,000,000

23. OFF-BALANCE SHEET ITEMS

	Closing balance	Opening balance
Foreign currencies:		
- US Dollar (USD)	938.37	36,385.36

24. REVENUE FROM GOODS SOLD

	Current period	Prior period
	VND	VND
Total revenue from goods sold and services rendered	155,219,116,935	149,769,457,530
In which:		
- Revenue from goods sold	155,219,116,935	149,769,457,530
Deductions	1,950,000,000	1,952,000,000
- Trade discount	1,950,000,000	1,952,000,000
Net revenue from goods sold and services rendered	153,269,116,935	147,817,457,530

25. COST OF GOODS SOLD

	Current period	Prior period
	VND	VND
Cost of goods sold	131,942,265,398	127,105,688,141
Total	131,942,265,398	127,105,688,141

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

26. PRODUCTION COST BY NATURE

	Current period	Prior period (Restated)
	VND	VND
Cost of goods sold	69,950,724,697	71,162,091,099
Raw materials and consumables	53,150,511,156	46,892,285,592
Labour	12,773,802,481	12,086,090,410
Depreciation and amortisation	2,407,948,276	2,693,110,784
Out-sourced services	3,127,176,023	1,710,728,259
Product warranty	1,844,134,859	1,747,468,799
Provision for doubtful debts	-	59,625,164
Other expenses	514,721,300	1,546,464,812
Total	143,769,018,792	137,897,864,919

27. FINANCIAL INCOME

	Current period	Prior period
	VND	VND
Deposit and loan interest	1,522,856,819	990,722,709
Payment discount received	566,001,540	734,609,660
Foreign exchange gain	21,161,866	111,240
Total	2,110,020,225	1,725,443,609

28. FINANCIAL EXPENSES

	Current period	Prior period
	VND	VND
Interest expenses	119,935,617	66,981,679
Payment discount	2,101,687,013	1,948,000,672
Total	2,221,622,630	2,014,982,351

29. SELLING EXPENSES & GENERAL AND ADMINISTRATION EXPENSES

	Current period	Prior period
	VND	VND
a) Selling expenses		
Materials and packaging	879,235,812	582,636,620
Employees	651,156,054	609,315,492
Depreciation and amortization	59,707,832	233,663,460
Out-sourced services	256,427,288	247,210,506
Maintenance expenses	1,844,134,859	1,747,468,799
Total	3,690,661,845	3,420,294,877
b) General and administration expenses		
Materials	36,597,001	55,402,327
Employees	5,704,098,281	4,946,176,280
Depreciation and amortization	290,257,323	286,836,994
Taxes, fees and charges	291,482,209	295,889,592
Out-sourced services	1,813,656,735	1,727,951,544
Provision	-	59,625,164
Total	8,136,091,549	7,371,881,901

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

30. CURRENT CORPORATE INCOME TAX EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Profit before tax	9,413,700,502	9,668,453,899
Adjustment for taxable income	-	-
Taxable income	9,413,700,502	9,668,453,899
Corporate income tax rate	20%	20%
Current corporate income tax expense	<u>1,882,740,101</u>	<u>1,933,690,780</u>

During the period, the Company determined that taxable income was not different from accounting profit. The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

31. BASIC EARNINGS PER SHARE

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Profit after tax	7,530,960,401	7,734,763,119
Profit for calculating basic earnings per share	7,530,960,401	7,734,763,119
Weighted average number of common shares for calculating basic earnings per share	9,492,200	9,492,200
Basic earnings per share	793	815
Par value of shares	10,000	10,000

Basic earnings per share for the prior period did not take into account the impact of the appropriation to the bonus and welfare fund. Although the Company appropriated the bonus and welfare fund from the 2025 retained earnings during the period, the Company did not determine the exact amount appropriated from retained earnings for the first 06 months of 2025.

32. SEGMENT REPORTING BY BUSINESS SECTOR AND GEOGRAPHICAL AREA

Segment reporting by business sector

The Company's main business activities are the manufacture of household electrical appliances, such as electric fans, fan cages, etc.; Additionally, the Company engages in the import and trade of certain types of electric fans within the same region. Consequently, the Company does not prepare segment reports by business sector.

Segment reporting by geographical area

The Company's business activities are mainly carried out at its head office located at 734 Nguyen Van Linh, An Bien Ward, Hai Phong City. The Company does not have any affiliated units in locations outside the city. Accordingly, the Company does not prepare segment reports by geographical area.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

33. FINANCIAL INSTRUMENTS

Capital risk management

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximising the return to owners through the optimisation of the debt and equity balance.

The capital structure of the Company consists of net debt (borrowings as disclosed in Note 20 offset by cash and cash equivalents) and shareholders' equity (comprising capital, reserves and retained earnings).

Gearing ratio

The gearing ratio of the Company as at the balance sheet date was as follows:

	Closing balance	Opening balance
	VND	VND
Borrowings	-	8,959,483,904
Less: Cash and cash equivalents	(5,677,699,358)	(15,166,072,684)
Net debt	(5,677,699,358)	(6,206,588,780)
Equity	174,392,117,308	177,268,975,490
Net debt to equity ratio	0.00	0.00

Significant accounting policies

Details of the significant accounting policies and methods adopted for each class of financial asset and financial liability are disclosed in Note 4.

Categories of financial instruments

	Carrying amounts	
	Closing balance	Opening balance
	VND	VND
Financial assets		
Cash and cash equivalents	5,677,699,358	15,166,072,684
Trade and other receivables	13,961,447,153	4,187,628,735
Short-term financial investments	54,450,087,671	2,000,000,000
Long-term financial investments	20,039,000,000	20,039,000,000
Total	94,128,234,182	41,392,701,419
Financial liabilities		
Borrowings	-	8,959,483,904
Trade and other payables	18,796,114,347	6,595,478,814
Accrued expenses	272,062,373	275,047,349
Total	19,068,176,720	15,830,010,067

The Company assessed the fair value of its financial assets and liabilities as at the balance sheet date in accordance with Note 4, since there is no comprehensive guidance under Circular No. 210/2009/TT-BTC issued by the Ministry of Finance on 06 November 2009 ("Circular 210") and other relevant prevailing regulations to determine fair value of these financial assets and liabilities. While Circular 210 refers to the application of International Financial Reporting Standards ("IFRS") on presentation and disclosures of financial instruments, it did not adopt the equivalent guidance for the recognition and measurement of financial instruments, including application of fair value, in accordance with IFRS.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

33. FINANCIAL INSTRUMENTS (CONTINUED)

Financial risk management objectives

The Company has set up risk management system to identify and assess the risks exposed by the Company and designed control policies and procedures to manage those risks at an acceptable level. Risk management system is reviewed on a regular basis to reflect changes in market conditions and the Company's operations.

Financial risks include market risk, liquidity risk and credit risk.

Market risk

The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates, interest rates and prices. The Company does not hedge these risk exposures due to the lack of active market for the trading activities of financial instruments.

Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has a credit policy in place and the exposure to credit risk is monitored on an on-going basis. The Company does not have any significant credit risk exposure to any counterparty because receivables consist of a large number of customers, spread across diverse industries and geographical areas.

Liquidity risk management

The purpose of liquidity risk management is to ensure the availability of funds to meet present and future financial obligations. Liquidity is also managed by ensuring that the excess of maturing liabilities over maturing assets in any period is kept to manageable levels relative to the amount of funds that the Company believes can generate within that year. The Company policy is to regularly monitor current and expected liquidity requirements to ensure that the Company maintains sufficient reserves of cash, borrowings and adequate committed funding from its shareholders to meet its liquidity requirements in the short and longer term.

The following table details the Company's remaining contractual maturity for its non-derivative financial assets and financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial assets and undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The inclusion of information on non-derivative financial assets is necessary in order to understand the Company's liquidity risk management as the liquidity is managed on a net asset and liability basis.

	Less than 1 year	From 1 to 5 years	More than 5 years	Total
	VND	VND	VND	VND
Closing balance				
Cash and cash equivalents	5,677,699,358	-	-	5,677,699,358
Trade and other receivables	13,961,447,153	-	-	13,961,447,153
Short-term financial investments	54,450,087,671	-	-	54,450,087,671
Long-term financial investments	-	-	20,039,000,000	20,039,000,000
Total	74,089,234,182	-	20,039,000,000	94,128,234,182
Closing balance				
Borrowings	-	-	-	-
Trade and other payables	18,796,114,347	-	-	18,796,114,347
Accrued expenses	272,062,373	-	-	272,062,373
Total	19,068,176,720	-	-	19,068,176,720
Net liquidity gap	55,021,057,462	-	20,039,000,000	75,060,057,462

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

33. FINANCIAL INSTRUMENTS (CONTINUED)

Liquidity risk management (Continued)

	Less than 1 year	From 1 to 5 years	More than 5 years	Total
	VND	VND	VND	VND
Opening balance				
Cash and cash equivalents	15,166,072,684	-	-	15,166,072,684
Trade and other receivables	4,187,628,735	-	-	4,187,628,735
Short-term financial investments	2,000,000,000	-	-	2,000,000,000
Long-term financial investments	-	-	20,039,000,000	20,039,000,000
Total	21,353,701,419	-	20,039,000,000	41,392,701,419
Opening balance				
Borrowings	8,959,483,904	-	-	8,959,483,904
Trade payables	6,595,478,814	-	-	6,595,478,814
Accrued expenses	275,047,349	-	-	275,047,349
Total	15,830,010,067	-	-	15,830,010,067
Net liquidity gap	5,523,691,352	-	20,039,000,000	25,562,691,352

The Board of General Directors assessed the liquidity risk at low level and believes that the Company will be able to generate sufficient funds to meet its financial obligations as and when they fall due.

34. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Remuneration paid to the Board of Management during the period:

Name	Position	Current period	Prior period
		VND	VND
Mr. Hoang Thanh Hai	Chairman of the Board of Management	53,760,000	49,040,000
Mr. Mai Van Minh	Vice Chairman of the Board of Management	47,040,000	42,910,000
Ms. Le Thi Bich Hue	Member of the Board of Management	40,320,000	36,780,000
Ms. Trinh Thi Lan Phuong	Member of the Board of Management	40,320,000	36,780,000
Mr. Nguyen Minh Chung	Member of the Board of Management	40,320,000	36,780,000
Total		221,760,000	202,290,000

Salaries and other remuneration of the Board of General Directors and other key management personnel during the period:

Name	Position	Current period	Prior period
		VND	VND
Mr. Hoang Thanh Hai	Chairman of the Board of Directors	119,471,386	113,311,239
Mr. Mai Van Minh	General Director	154,315,821	132,323,342
Ms. Trinh Thi Lan Phuong	Chief Accountant	121,580,828	101,453,276
Mr. Nguyen Minh Chung	Deputy General Director	127,773,144	111,977,158
Total		523,141,179	459,065,015

**HAI PHONG ELECTRICAL MECHANICAL
JOINT STOCK COMPANY**

No. 734 Nguyen Van Linh, An Bien Ward,
Hai Phong City

FORM B 09a - DN

Issued under Circular No. 99/2025/TT-BTC
dated 27 October 2025 issued by the Ministry of Finance

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

34. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (CONTINUED)

Salaries and other remuneration of the Board of Supervisors during the period:

Name	Position	Current period	Prior period
		VND	VND
Mr. Tran Tuan Linh	Head of the Board of Supervisors	128,677,243	112,332,409
Mr. Vu Duy Anh	Member	136,385,580	117,327,893
Ms. Bui Thi Hue	Member	99,760,584	88,351,446
Total		364,823,407	318,011,748

Dividends paid to the Board of Management, the Board of General Directors, the Board of Supervisors and significant shareholders during the period:

	Current period	Prior period
	VND	VND
Dividends paid to the Board of Management and the Board of General Directors		
Mr. Hoang Thanh Hai	2,614,181,000	2,614,181,000
Ms. Le Thi Bich Hue	352,625,000	352,625,000
Mr. Mai Van Minh	201,394,000	201,394,000
Ms. Trinh Thi Lan Phuong	120,277,000	120,277,000
Mr. Nguyen Minh Chung	100,009,000	100,009,000
Total	3,388,486,000	3,388,486,000

Dividends paid to the Board of Supervisors

Mr. Tran Tuan Linh	5,200,000	1,500,000
Mr. Vu Duy Anh	4,000,000	4,000,000
Ms. Bui Thi Hue	25,000,000	27,000,000
Total	34,200,000	32,500,000

Dividends paid to the significant shareholder

Ms. Nguyen Thu Ha	2,006,580,000	2,006,580,000
Total	2,006,580,000	2,006,580,000

Transactions with associates

	Current period	Prior period
	VND	VND
Phong Lan Investment Trading and Service Company Limited	1,150,000,000	1,200,000,000

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

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

35. OPERATING LEASE COMMITMENTS

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Minimum lease payments under operating leases recognized in the income statement during the period (i)	788,965,466	740,533,523
Total	788,965,466	740,533,523

Note:

- (i) Operating lease expenses represent the costs under land lease agreements

As at 30 June 2025, the Company had the following non-cancellable land lease agreements:

- Land Lease Agreement No. 43/HDTD dated 25 May 2015 between Hai Phong Electric Mechanical Joint Stock Company and the Department of Natural Resources and Environment of Hai Phong City. The leased location is a land lot at 734 Nguyen Van Linh Street, An Bien Ward, Hai Phong City, with a total area of 13,820.7 m², for the purpose of constructing office buildings and manufacturing workshops. The lease term is 50 years, from 15 October 1993 to 15 October 2043. The annual rental rate is determined by the Hai Phong City Tax Department.
- Land Lease Agreement No. 60/HDTD dated 21 June 2010 between Hai Phong Electric Mechanical Joint Stock Company and the Department of Natural Resources and Environment of Hai Phong City. The leased location is a land lot at Dong Hoa Ward, Hai Phong City, with a total area of 7,653.2 m², for the purpose of implementing an investment project to construct a high-quality electric fan manufacturing plant. The lease term is 40 years, from 18 August 2006 to 18 August 2046. The annual rental rate is determined in accordance with the provisions of Decree No. 142/2005/ND-CP dated 14 November 2005 of the Government on land and water surface rental fees.

36. EVENTS AFTER THE REPORTING PERIOD

There were no material events occurring after the end of the reporting period that require adjustment to or disclosure in the Company's financial statements.



Le Thi Nhung
Preparer



Trinh Thi Lan Phuong
Chief Accountant



Mai Van Minh
General Director

Approved on 07 August 2026

