

Southern Gas Trading Joint Stock Company

Consolidated financial statements

For the year ended 31 December 2024



Southern Gas Trading Joint Stock Company

CONTENTS

	<i>Pages</i>
General information	1 - 2
Report of the Management	3
Independent auditors' report	4 - 5
Consolidated balance sheet	6 - 7
Consolidated income statement	8
Consolidated cash flow statement	9 - 10
Notes to the consolidated financial statements	11 - 38

Southern Gas Trading Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Southern Gas Trading Joint Stock Company ("the Company") is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 4103007397 issued by the Department of Planning and Investment of Ho Chi Minh City on 25 July 2007. The Company subsequently received the amended Enterprise Registration Certificates No. 0305097236 dated 15 May 2015, with the latest being the 23rd amended Enterprise Registration Certificate on 11 August 2022. The Company's shares were listed on the Ha Noi Stock Exchange in accordance with trading code as PGS.

The current principal activities of the Company and its subsidiary ("the Group") are to import and export Liquefied Petroleum Gas ("LPG"), gas-related products, and materials, equipment and vehicles for transportation, storage, bottling and trading of LPG; to construct, install and consult with LPG works, gas industry works; transfer technology, provide maintenance services for LPG-related civil works; to transport LPG and freight container; to provide services related to LPG and gas-related products in industrial, civil and transportation fields; to trade petrol, lubricant and relevant additives; to trade fertilizer; to trade real estates; and to load and unload cargos; production, filling and distribution of LPG and compressed natural gas ("CNG") and liquefied natural gas ("LNG"); manufacturing metal containers for compressed gas, liquefied petroleum gas and natural gas; repair of tank containers, metal containers; painting, maintenance and repair of tanks, reservoirs, pipelines, oil and gas storage types; wholesale of machinery, equipment and other machine parts; construction and finishing works of civil engineering.

The Company's head office is located at 4th Floor, Petro Vietnam Building, No. 1 - 5 Le Duan Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.

BOARD OF DIRECTORS

The members of the Board of Directors during the year and at the date of this report are:

Mr Phan Quoc Nghia	Chairman
Mr Nguyen Ngoc Luan	Member
Mr Nguyen Hoang Giang	Member
Ms Nguyen Ngoc Anh	Member
Ms Vu Thi Thanh Tam	Member

BOARD OF SUPERVISION

The members of the Board of Supervision during the year and at the date of this report are:

Mr Tran Van Chung	Head	appointed on 23 April 2024
Ms Dao Thanh Hang	Head	resigned on 23 April 2024
Ms Tran Thi Thu Hien	Member	
Ms Dang Thi Hong Yen	Member	

THE MANAGEMENT

The members of the Management during the year and at the date of this report are:

Mr Nguyen Ngoc Luan	General Director
Mr Tran Anh Dung	Deputy General Director
Mr Dao Huu Thang	Deputy General Director
Mr Dang Van Vinh	Deputy General Director

Southern Gas Trading Joint Stock Company

GENERAL INFORMATION (continued)

LEGAL REPRESENTATIVE

The legal representative of the Group during the year and at the date of this report is Mr Nguyen Ngoc Luan.

AUDITORS

The auditor of the Company is Ernst & Young Vietnam Limited.

Southern Gas Trading Joint Stock Company

REPORT OF THE MANAGEMENT

The Management of Southern Gas Trading Joint Stock Company ("the Company") is pleased to present this report and the consolidated financial statements of the Company and its subsidiary ("the Group") for the year ended 31 December 2024.

THE MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS

The management is responsible for the consolidated financial statements of each financial year which give a true and fair view of the consolidated financial position of the Group and of the consolidated results of its operation and its consolidated cash flows for the year. In preparing those consolidated financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the consolidated financial statements; and
- ▶ prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue its business.

The management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the consolidated financial position of the Group and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The management confirmed that it has complied with the above requirements in preparing the accompanying consolidated financial statements.

STATEMENT BY THE MANAGEMENT

The management does hereby state that, in its opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 December 2024 and of the consolidated results of its operations and its consolidated cash flows for the year ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements.

For and on behalf of the management:



Nguyễn Ngọc Luan
General Director

Ho Chi Minh City, Vietnam

17 March 2025

Reference: 12628592/67737826/HN

INDEPENDENT AUDITORS' REPORT

To: The Shareholders of Southern Gas Trading Joint Stock Company

We have audited the accompanying consolidated financial statements of Southern Gas Trading Joint Stock Company ("the Company") and its subsidiary (collectively referred to as "the Group"), as prepared on 17 March 2025, as set out on pages 6 to 38, which comprise the consolidated balance sheet as at 31 December 2024, the consolidated income statement and the consolidated cash flow statement for the year then ended and the notes thereto.

The management's responsibility

The management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

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

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

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

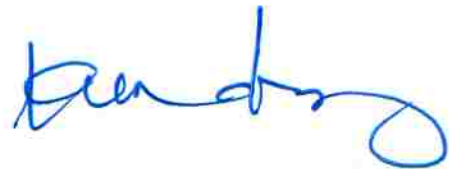
Opinion

In our opinion, the consolidated financial statements give a true and fair view, in all material respects, of the consolidated financial position of the Group as at 31 December 2024, and of the consolidated results of its operations and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements.

Ernst & Young Vietnam Limited



Phạm Thị Cam Tu
Deputy General Director
Audit Practicing Registration Certificate
No. 2266-2023-004-1



Dương Phúc Kiên
Auditor
Audit Practicing Registration Certificate
No. 4613-2023-004-1

Ho Chi Minh City, Vietnam

17 March 2025

CONSOLIDATED BALANCE SHEET
as at 31 December 2024

VND

Code	ASSETS	Notes	Ending balance	Beginning balance
100	A. CURRENT ASSETS		1,769,303,160,908	1,578,488,435,818
110	I. Cash and cash equivalents	4	931,975,641,216	761,371,999,502
111	1. Cash		175,175,641,216	261,371,799,502
112	2. Cash equivalents		756,800,000,000	500,000,200,000
120	II. Short-term investment		58,474,000,000	58,474,000,000
123	1. Held-to-maturity investments	5	58,474,000,000	58,474,000,000
130	III. Current accounts receivable		613,914,012,608	619,688,103,486
131	1. Short-term trade receivables	6	624,550,435,891	546,807,222,467
132	2. Short-term advances to suppliers	7	32,890,646,944	36,126,272,400
136	3. Other short-term receivables	8	10,355,196,522	58,450,168,332
137	4. Provision for doubtful short-term receivables	6, 7, 8, 9	(53,882,266,749)	(21,695,559,713)
140	IV. Inventories	10	122,161,018,772	92,402,675,242
141	1. Inventories		125,344,255,987	98,583,501,516
149	2. Provision for obsolete inventories		(3,183,237,215)	(6,180,826,274)
150	V. Other current assets		42,778,488,312	46,551,657,588
151	1. Short-term prepaid expenses	11	6,450,094,460	5,144,373,358
152	2. Value-added tax deductible	16	35,125,786,349	40,204,676,727
153	3. Tax and other receivables from the State	16	1,202,607,503	1,202,607,503
200	B. NON-CURRENT ASSETS		1,072,115,184,012	1,159,148,886,449
210	I. Long-term receivable		3,240,026,981	3,525,863,398
216	1. Other long-term receivables	8	3,240,026,981	3,525,863,398
220	II. Fixed assets		382,439,290,925	382,519,873,732
221	1. Tangible fixed assets	12	356,612,713,178	357,358,565,391
222	Cost		2,081,069,256,202	2,013,023,314,874
223	Accumulated depreciation		(1,724,456,543,024)	(1,655,664,749,483)
227	2. Intangible fixed assets	13	25,826,577,747	25,161,308,341
228	Cost		43,821,978,900	41,523,103,900
229	Accumulated amortization		(17,995,401,153)	(16,361,795,559)
240	III. Long-term asset in progress		38,966,345,187	81,960,393,908
242	1. Construction in progress	14	38,966,345,187	81,960,393,908
260	IV. Other long-term assets		647,469,520,919	691,142,755,411
261	1. Long-term prepaid expenses	11	633,773,650,751	683,523,577,003
262	2. Deferred tax assets	28.3	13,695,870,168	7,619,178,408
270	TOTAL ASSETS		2,841,418,344,920	2,737,637,322,267

CONSOLIDATED BALANCE SHEET (continued)
as at 31 December 2024

VND

Code	RESOURCES	Notes	Ending balance	Beginning balance
300	C. LIABILITIES		1,826,676,578,562	1,727,864,471,701
310	I. Current liabilities		1,668,182,663,469	1,528,216,103,650
311	1. Short-term trade payables	15	848,889,593,188	698,434,416,957
312	2. Short-term advances from customers		7,320,350,358	2,647,931,561
313	3. Statutory obligations	16	16,896,431,103	10,426,076,931
314	4. Payables to employees		56,470,398,635	49,145,329,487
315	5. Short-term accrued expenses	17	192,785,659,035	162,759,653,129
319	6. Other short-term payables	18	6,651,522,181	23,076,112,395
320	7. Short-term loans	19	528,523,819,180	564,844,530,548
321	8. Short-term provision		-	4,823,690,678
322	9. Bonus and welfare fund		10,644,889,789	12,058,361,964
330	II. Non-current liabilities		158,493,915,093	199,648,368,051
337	1. Other long-term liabilities	18	146,399,093,663	177,877,689,485
338	2. Long-term loans	19	12,094,821,430	21,770,678,566
400	D. OWNERS' EQUITY		1,014,741,766,358	1,009,772,850,566
410	I. Capital	20.1	1,014,741,766,358	1,009,772,850,566
411	1. Share capital		500,000,000,000	500,000,000,000
411a	- Shares with voting rights		500,000,000,000	500,000,000,000
412	2. Share premium		45,594,384,212	45,594,384,212
415	3. Treasury shares		(12,061,327)	(12,061,327)
418	4. Investment and development fund		362,934,290,222	362,934,290,222
421	5. Undistributed earnings		106,225,153,251	101,256,237,459
421a	- Undistributed earnings by the end of previous year		1,258,649,459	6,096,001,502
421b	- Undistributed earnings of the year		104,966,503,792	95,160,235,957
440	TOTAL LIABILITIES AND OWNERS' EQUITY		2,841,418,344,920	2,737,637,322,267

Ho Chi Minh City, Vietnam

17 March 2025



Le Thi Diem Chi
Preparer



Cao Nguyen Duc Anh
Chief Accountant



Nguyen Ngoc Luan
General Director

CONSOLIDATED INCOME STATEMENT
for the year ended 31 December 2024

VND

Code	ITEMS	Notes	Current year	Previous year
01	1. Revenues from sales of goods and rendering of services	22.1	6,659,744,463,510	5,905,226,559,572
02	2. Deductions	22.1	(221,061,993,713)	(227,873,786,060)
10	3. Net revenues from sales of goods and rendering of services	22.1	6,438,682,469,797	5,677,352,773,512
11	4. Cost of goods sold and services rendered	23	(5,495,063,722,526)	(4,792,196,520,802)
20	5. Gross profits from sales of goods and rendering of services		943,618,747,271	885,156,252,710
21	6. Finance income	22.2	14,523,053,020	10,443,785,373
22	7. Finance expenses	24	(9,205,300,284)	(12,815,390,908)
23	In which: Interest expenses		(8,981,229,222)	(12,762,581,378)
25	8. Selling expenses	25	(684,456,936,566)	(655,765,955,413)
26	9. General and administrative expenses	26	(123,549,476,023)	(86,514,031,540)
30	10. Operating profit		140,930,087,418	140,504,660,222
31	11. Other income		8,909,424,921	5,147,143,011
32	12. Other expenses		(979,474,689)	(73,295,277)
40	13. Other profit		7,929,950,232	5,073,847,734
50	14. Accounting profit before tax		148,860,037,650	145,578,507,956
51	15. Current corporate income tax expense	28.1	(38,970,225,619)	(31,091,581,798)
52	16. Deferred tax income (expense)	28.1	6,076,691,761	(8,326,690,201)
60	17. Net profit after tax		115,966,503,792	106,160,235,957
61	18. Net profit after tax attributable to shareholders of the parent		115,966,503,792	106,160,235,957
70	19. Basic earnings per share	21	2,099	1,903
71	20. Diluted earnings per share	21	2,099	1,903

Le Thi Diem Chi
Preparer

Cao Nguyen Duc Anh
Chief Accountant



Nguyen Ngoc Luan
General Director

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2024

VND

Code	ITEMS	Notes	Current year	Previous year
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Accounting profit before tax		148,860,037,650	145,578,507,956
	<i>Adjustments for:</i>			
02	Depreciation and amortization	12, 13	73,027,707,035	66,782,474,205
03	Provisions		24,365,427,299	7,373,152,326
04	Foreign exchange (gains) losses arisen from revaluation of monetary accounts denominated in foreign currency		(41,810,467)	14,492,948
05	Profit from investing activities		(14,383,029,944)	(8,830,083,573)
06	Interest expenses	24	8,981,229,222	12,762,581,378
08	Operating profit before changes in working capital		240,809,560,795	223,681,125,240
09	(Increase) decrease in receivables		(21,920,061,407)	2,731,088,159
10	(Increase) decrease in inventories		(26,760,754,471)	36,709,584,943
11	Increase in payables		146,673,842,674	29,010,368,488
12	Decrease in prepaid expenses		48,444,205,150	73,490,785,673
14	Interest paid		(9,141,833,115)	(13,002,619,795)
15	Corporate income tax paid	16	(34,410,395,655)	(20,414,819,887)
17	Other cash outflows for operating activities		(12,439,254,175)	(6,925,550,000)
20	Net cash flows from operating activities		331,255,309,796	325,279,962,821
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(29,999,341,635)	(81,200,065,670)
22	Proceeds from disposals of fixed assets		201,995,634	1,942,381,683
23	Term-bank deposits and loans to another entity		(100,000,000,000)	(20,510,000,000)
24	Collections from borrower		100,000,000,000	-
27	Interest received		15,099,472,483	6,141,110,551
30	Net cash flows used in investing activities		(14,697,873,518)	(93,626,573,436)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	Drawdown of borrowings	19	1,326,763,031,678	1,205,190,323,152
34	Repayment of borrowings	19	(1,372,759,600,182)	(906,546,028,646)
36	Dividends paid	20.2	(99,971,806,000)	(99,971,806,000)
40	Net cash flows (used in) from financing activities		(145,968,374,504)	198,672,488,506

CONSOLIDATED CASH FLOW STATEMENT (continued)
for the year ended 31 December 2024

VND

Code	ITEMS	Notes	Current year	Previous year
50	Net increase in cash and cash equivalents		170,589,061,774	430,325,877,891
60	Cash and cash equivalents at beginning of year		761,371,999,502	331,046,143,059
61	Impact of exchange rate fluctuation		14,579,940	(21,448)
70	Cash and cash equivalents at end of year	4	931,975,641,216	761,371,999,502

Ho Chi Minh City, Vietnam

17 March 2025



Le Thi Diem Chi
Preparer



Cao Nguyen Duc Anh
Chief Accountant



Nguyen Ngoc Luan
General Director

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
as at 31 December 2024 and for the year then ended

1. CORPORATE INFORMATION

The Group consists of Southern Gas Trading Joint Stock Company ("PGS" or "the Company") and its subsidiary as follows:

Company

Southern Gas Trading Joint Stock Company ("the Company") is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 4103007397 issued by the Department of Planning and Investment of Ho Chi Minh City on 25 July 2007. The Company subsequently received the amended Enterprise Registration Certificates No. 0305097236 dated 15 May 2015, with the latest being the 23rd amended Enterprise Registration Certificate on 11 August 2022. The Company's shares were listed on the Ha Noi Stock Exchange in accordance with trading code as PGS.

The Company's current principal activities are to import and export Liquefied Petroleum Gas ("LPG"), gas-related products, and materials, equipment and vehicles for transportation, storage, bottling and trading of LPG; to construct, install and consult with LPG works, gas industry works; transfer technology, provide maintenance services for LPG-related civil works; to transport LPG and freight container; to provide services related to LPG and gas-related products in industrial, civil and transportation fields; to trade petrol, lubricant and relevant additives; to trade fertilizer; to trade real estates; and to load and unload cargos; production, filling and distribution of LPG and compressed natural gas ("CNG") and Liquefied Natural Gas ("LNG"); manufacturing metal containers for compressed gas, liquefied petroleum gas and natural gas; repair of tank containers, metal containers; painting, maintenance and repair of tanks, reservoirs, pipelines, oil and gas storage types; wholesale of machinery, equipment and other machine parts; construction and finishing works of civil engineering.

The Group's head office is located at 4th Floor, Petro Vietnam Building, No. 1 - 5 Le Duan Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.

The number of Group's employees as at 31 December 2024: 1,155 (31 December 2023: 1,172).

Subsidiary

<i>Name of subsidiary</i>	<i>Business</i>	<i>Status</i>	<i>Ownership and voting right</i> %
VT Gas - Viet Nam Liquefied Gas Company Limited	Trading liquefied petroleum gas, gas products, supplies, equipment and vehicles for providing service of transporting, storage, bottling and trading liquefied petroleum gas	In operating	100.00

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

2. BASIS OF PREPARATION

2.1 *Accounting standards and system*

The consolidated financial statements of the Company and its subsidiaries ("the Group") expressed in Vietnam Dong ("VND") are prepared in accordance with Vietnamese Enterprise Accounting System and Vietnamese Accounting Standard issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QĐ-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QĐ-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QĐ-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QĐ-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QĐ-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying consolidated financial statements, including their utilization are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.2 *Applied accounting documentation system*

The Group's applied accounting documentation system is the General Journal system.

2.3 *Fiscal year*

The Group's fiscal year applicable for the preparation of its consolidated financial statements starts on 1 January and ends on 31 December.

2.4 *Accounting currency*

The consolidated financial statements are prepared in VND which is also the Group's accounting currency.

2.5 *Basis of consolidation*

The consolidated financial statements comprise the financial statements of the parent company and its subsidiary for the year ended 31 December 2024.

Subsidiary is fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continued to be consolidated until the date that such control ceases.

The financial statements of subsidiaries are prepared for the same reporting year as the parent company, using consistent accounting policies.

All intra-company balances, income and expenses and unrealized gains or losses result from intra-company transactions are eliminated in full.

Non-controlling interests represent the portion of profit or loss and net assets not held by the Group and are presented separately in the consolidated income statement and within equity in the consolidated balance sheet.

Impact of change in the ownership interest of a subsidiary, without a loss of control, is recorded in undistributed earnings.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash at banks and short-term, highly-liquid investments with an original maturity of not more than three (3) months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

3.2 *Inventories*

Inventories are measured at their historical costs. The cost of inventories comprises costs of purchase, costs of conversion (including raw materials, direct labor cost, other directly related cost, manufacturing general overheads allocated based on the normal operating capacity) incurred in bringing the inventories to their present location and condition.

In case the net realizable value is lower than the original price, it must be calculated according to the net realizable value.

Net realizable value represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

The perpetual method is used to record inventories, which are valued as follows:

Raw materials, merchandise, tools and equipment - cost of purchase on a weighted average basis.

Finished goods and work-in process - cost of finished goods on a weighted average basis.

Provision for obsolete inventories

An inventory provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods and other inventories owned by the Group, based on appropriate evidence of impairment available at the consolidated balance sheet date. When inventories are expired, obsolescence, damage or become useless, the difference between the provision previously made and the historical cost of inventories are included in the consolidated income statement.

Increases or decreases to the provision balance are recorded into the cost of goods sold account in the consolidated income statement. When inventories are expired, obsolescence, damage or become useless, the difference between the provision previously made and the historical cost of inventories are included in the consolidated income statement.

3.3 *Receivables*

Receivables are presented in the consolidated financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful receivables.

The provision for doubtful receivables represents amounts of outstanding receivables at the consolidated balance sheet date which are doubtful of being recovered. Increases or decreases to the provision balance are recorded into general and administrative expenses accounts in the consolidated income statement. When bad receivables are determined as unrecoverable and accountant writes off those bad debts, the differences between the provision for doubtful receivables previously made and historical cost of receivables are included in the consolidated income statement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.4 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the consolidated income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the consolidated income statement.

3.5 *Intangible fixed assets*

Intangible fixed assets are stated at cost less accumulated amortization.

The cost of an intangible fixed asset comprises its purchase price and any directly attributable costs of preparing the intangible asset for its intended use.

Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the consolidated income statement as incurred.

When intangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the consolidated income statement.

Land use rights

Land use rights is recorded as an intangible fixed asset on the consolidated balance sheet when the Group obtained the land use rights certificates. The costs of land use rights comprise all directly attributable costs of bringing the land to the condition available for intended use and is not amortized when having indefinite useful life.

3.6 *Depreciation and amortization*

Depreciation of tangible fixed assets, investment properties and amortization of intangible fixed assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Building and structure	5 - 50 years
Machinery and equipment	3 - 8 years
Means of transportation	3 - 10 years
Office equipment	3 - 4 years
Land use rights	38 - 50 years
Brand	9 years
Computer software	2 - 5 years

3.7 *Borrowing cost*

Borrowing costs consist of interest and other costs that the Group incurs in connection with the borrowing of funds. Borrowing costs are recorded as expense during the year in which they are incurred.

3.8 *Leased assets*

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.8 *Leased assets* (continued)

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

Where the Group is the lessor

Assets subject to operating leases are included as the Group's fixed assets in the consolidated balance sheet. Initial direct costs incurred in negotiating an operating lease are recognized in the consolidated income statement as incurred.

For other cases under operating leases, lease income is recognized in the consolidated income statement on a straight-line basis over the lease term.

Where the Group is the lessee

Assets held under finance leases are capitalized in the consolidated balance sheet at the inception of the lease at the fair value of the leased assets or, if lower, at the net present value of the minimum lease payments. The principal amount included in future lease payments under finance leases are recorded as a liability. The interest amounts included in lease payments are charged to the consolidated income statement over the lease term to achieve a constant rate on interest on the remaining balance of the finance lease liability.

Capitalized financial leased assets are depreciated using straight-line basis over the shorter of the estimated useful life of the asset and the lease term, if there is no reasonable certainty that the Group will obtain ownership by the end of the lease term.

Rentals under operating leases are charged to the consolidated income statement on a straight-line basis over the lease term.

3.9 *Prepaid expenses*

Prepaid expenses are reported as short-term or long-term prepaid expenses on the consolidated balance sheet and amortized over the year for which the amounts are paid or the year in which economic benefits are generated in relation to these expenses.

The following types of expenses are recorded as long-term prepaid expense and are amortized to the consolidated income statement:

- ▶ LPG gas cylinders be amortized in 10 years;
- ▶ Prepaid rental;
- ▶ Maintenance fee;
- ▶ Relocation and restructuring costs;
- ▶ Tools and consumables with large value issued into production and can be used for more than one year; and
- ▶ Etc.

Prepaid land rental

Prepaid land rental represents the unamortized balances of advanced payments made in accordance with lease contract for a period of 5 years to 49 years. Such prepaid rental is recognized as a long-term prepaid expense for allocation to the consolidated income statement over the remaining lease period according to Circular No. 45/2013/TT-BTC issued by the Ministry of Finance on 25 April 2013 guiding the management, use and depreciation of the fixed assets.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 Investments

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognized as finance expense in the consolidated income statement and deducted against the value of such investments.

Provision for diminution in value of investments

Provision of the investment is made when there are reliable evidence of the diminution in value of those investments at the consolidated balance sheet date. Increases or decreases to the provision balance are recorded into finance expenses account in the consolidated income statement.

3.11 Payables and accruals

Payables and accruals are recognized for amounts to be paid in the future for goods and services received, whether or not billed to the Group.

Deposit received for LPG cylinders

According Point 3, Article 7 of Circular No. 118/2010/TT-BTC dated 10 August 2010 guiding financial and tax regimes applicable to traders of bottled liquefied petroleum gas, annually when allocating costs of LPG cylinders, the Group shall transfer deposit amounts to incomes when determining enterprise income tax-liable incomes. The transfer time corresponds the time of allocating costs for LPG cylinders to LPG trading expenses (10 years).

3.12 Foreign currency transactions

Transactions in currencies other than the Group's reporting currency of VND are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- Transactions resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection; and
- Transactions resulting in liabilities are recorded at the selling exchange rates of the transaction of commercial banks designated for payment;

At the end of the year, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the balance sheet dates which are determined as follows:

- Monetary assets are translated at buying exchange rate of the commercial bank where the Group conduct transactions regularly; and
- Monetary liabilities are translated at selling exchange rate of the commercial bank where the Group conduct transactions regularly.

All foreign exchange differences incurred are taken to the consolidated income statement.

3.13 Treasury shares

Own equity instruments which are reacquired (treasury shares) are recognized at cost and deducted from equity. No gain or loss is recognized in profit or loss upon purchase, sale, re-issue or cancellation of the Group's own equity instruments.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.14 *Earnings per share*

Basic earnings per share amounts are calculated by dividing net profit after tax for the year attributable to ordinary shareholders of the Group (after adjusting for the bonus and welfare fund) by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share amounts are calculated by dividing the net profit after tax attributable to ordinary equity holders of the Group (after adjusting for interest on the convertible preference shares) by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

3.15 *Appropriation of net profits*

Net profit after tax is available for appropriation to shareholders after approval in the Annual General Meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

The Group maintains the following reserve funds which are appropriated from the Group's net profit as proposed by the Board of Directors and subject to approval by shareholders at the Annual General Meeting.

► *Investment and development fund*

This fund is set aside for use in the Group's expansion of its operation or of in-depth investments.

► *Bonus and welfare fund*

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the consolidated balance sheet.

3.16 *Revenue recognition*

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognized:

Sale of goods

Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually upon the delivery of the goods.

Rendering of services

Revenues are recognized upon completion of the services provided.

Interest

Revenue is recognized as the interest accrues (taking into account the effective yield on the asset) unless collectability is in doubt.

Rental income

Rental income arising from operating leases is accounted for on a straight-line basis over the lease term.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 *Taxation*

Current income tax

Current income tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the balance sheet date.

Current income tax is charged or credited to the consolidated income statement, except when it relates to items recognized directly to equity, in which case the deferred current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Group to off-set current tax assets against current tax liabilities and when the Group intends to settle its current tax assets and liabilities on a net basis.

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the consolidated balance sheet date between the tax base of assets and liabilities and their carrying amount for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences.

Deferred tax assets are recognized for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilized.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Previously unrecognized deferred tax assets are re-assessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized, or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.

Deferred tax is charged or credited to the consolidated income statement, except when it relates to items recognized directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Group to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority.

3.18 *Related parties*

Parties are considered to be related parties of the Group 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, or when the Group and other party are under common control or under common significant influence. Related parties can be enterprise or individual, including their close family members.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 Segment information

A segment is a component determined separately by the Group which is engaged in providing products or related services (business segment), or providing products or services in a particular economic environment (geographical segment), that is subject to risks and returns that are different from those of other segments.

The Group's principal activities are to trade gas, petrol and lubricant, process LPG gas cylinders and provide maintaining gas cylinders server. In addition, these activities are mainly taking place within Vietnam. Therefore, the Group's risks and returns are not impacted by the Group's products that the Group is manufacturing or the locations where the Group is trading. As a result, the Group's management is of the view that there is only one segment for business and geography and therefore presentation of segmental information is not required.

4. CASH AND CASH EQUIVALENTS

	VND	
	Ending balance	Beginning balance
Cash on hand	14,474,306,284	24,720,710,290
Cash at banks	160,701,334,932	236,651,089,212
Cash equivalents (*)	756,800,000,000	500,000,200,000
TOTAL	931,975,641,216	761,371,999,502

(*) Cash equivalents represented the short-term bank deposits with original maturity of less than three months. Details are as follows:

Banks	Ending balance (VND)	Maturity date	Interest rate % per annum
Vietnam Public Commercial Joint Stock Bank	325,000,000,000	From 21 January 2025 to 31 March 2025	4.3 - 4.6
Joint Stock Commercial Bank for Investment and Development of Vietnam ("BIDV")	201,800,000,000	From 10 January 2025 to 31 March 2025	4.5 - 4.7
Vietnam Bank for Agriculture and Rural Development ("Agribank")	150,000,000,000	From 3 March 2025 to 19 March 2025	4.3 - 4.4
Vietnam Joint Stock Commercial Bank for Industry and Trade	40,000,000,000	From 3 March 2025 to 5 March 2025	4.2
Military Commercial Joint Stock Bank	40,000,000,000	From 13 March 2025 to 19 March 2025	4.4
TOTAL	756,800,000,000		

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

5. SHORT-TERM HELD-TO-MATURITY INVESTMENTS

Short-term held-to-maturity investments represented the term deposits in VND at commercial banks with maturity as the four (4) to twelve (12) months. Details are as follows:

<i>Banks</i>	<i>Ending balance</i>	<i>Maturity date</i>	<i>Interest rate</i>
	<i>(VND)</i>		<i>% per annum</i>
Vietnam Public Joint Stock Commercial Bank	50,000,000,000	From 11 April 2025 to 14 April 2025	4.9
Modern Bank of Vietnam Limited	7,964,000,000	From 5 January 2025 to 28 June 2025	2.88 - 2.9
Joint Stock Commercial Bank for Investment and Development of Vietnam	510,000,000	2 February 2025	4.2
TOTAL	<u>58,474,000,000</u>		

6. SHORT-TERM TRADE RECEIVABLES

	<i>Ending balance</i>	<i>Beginning balance</i>
		<i>VND</i>
Amounts due from other parties	624,489,431,233	546,755,837,947
<i>In which:</i>		
<i>Vicera Co., Ltd</i>	34,382,464,070	20,230,128,620
<i>Nam Kim Steel Joint Stock Company</i>	30,970,222,332	21,746,444,581
<i>Others</i>	559,136,744,831	504,779,264,746
Amounts due from a related party (Note 29)	61,004,658	51,384,520
TOTAL	<u>624,550,435,891</u>	<u>546,807,222,467</u>
Provision for doubtful short-term receivables	<u>(48,804,700,490)</u>	<u>(17,612,930,327)</u>
NET	<u>575,745,735,401</u>	<u>529,194,292,140</u>

Detail of movements of provision for doubtful short-term receivables:

	<i>Current year</i>	<i>Previous year</i>
		<i>VND</i>
Beginning balance	(17,612,930,327)	(16,519,827,916)
Add: Provisions made during the year	(32,014,844,253)	(1,986,628,680)
Less: Reversal of provisions during the year	823,074,090	893,526,269
Ending balance	<u>(48,804,700,490)</u>	<u>(17,612,930,327)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

7. SHORT-TERM ADVANCE TO SUPPLIERS

	VND	
	<i>Ending balance</i>	<i>Beginning balance</i>
Dong Nai Port Joint Stock Company	16,514,520,647	16,529,004,347
Thang Long Technical Trading and Construction Joint Stock Company	5,694,012,380	4,112,041,401
Others	10,682,113,917	15,485,226,652
TOTAL	32,890,646,944	36,126,272,400
Provision for doubtful short-term advance to suppliers	(1,025,520,700)	(782,629,386)
NET	31,865,126,244	35,343,643,014

8. OTHER RECEIVABLES

	VND	
	<i>Ending balance</i>	<i>Beginning balance</i>
Short-term	10,355,196,522	58,450,168,332
Interest receivables from banks	1,886,777,435	2,760,688,433
Advance to employees	1,680,504,497	1,565,938,170
Others	6,787,914,590	54,123,541,729
Long-term	3,240,026,981	3,525,863,398
Deposits	3,240,026,981	3,525,863,398
TOTAL	13,595,223,503	61,976,031,730
Provisions for doubtful other receivables	(4,052,045,559)	(3,300,000,000)
NET	9,543,177,944	58,676,031,730

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

9. PROVISION FOR DOUBTFUL SHORT-TERM RECEIVABLES

	Ending balance			Beginning balance			VND
	Cost	Provision	Recoverable amount	Cost	Provision	Recoverable amount	
Dong Nai Granite Tiles Company Limited	22,901,607,372	(18,321,285,897)	4,580,321,475	22,225,785,780	-	22,225,785,780	
King Minh Ceramics Production Company Limited	13,499,221,947	(10,799,377,558)	2,699,844,389	11,609,623,860	-	11,609,623,860	
Others	33,265,793,108	(24,761,603,294)	8,504,189,814	25,416,097,966	(21,695,559,713)	3,720,538,253	
TOTAL	69,666,622,427	(53,882,266,749)	15,784,355,678	59,251,507,606	(21,695,559,713)	37,555,947,893	

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

10. INVENTORIES

	VND	
	Ending balance	Beginning balance
Merchandise goods	51,291,211,416	26,920,895,332
Raw materials	29,100,686,483	29,383,939,583
Tools and supplies	24,277,912,678	33,340,462,181
Goods in transit	12,151,349,704	-
Finished goods	5,096,243,185	5,589,559,857
Work in process	3,426,852,521	3,348,644,563
TOTAL	125,344,255,987	98,583,501,516
Provision for obsolete inventories	(3,183,237,215)	(6,180,826,274)
NET	122,161,018,772	92,402,675,242

Details of movements of provision for obsolete inventories:

	VND	
	Current year	Previous year
Beginning balance	(6,180,826,274)	(4,724,467,037)
Add: Provision made during the year	(209,040,754)	(5,338,176,351)
Less: Utilisation of provision during the year	3,206,629,813	3,881,817,114
Ending balance	(3,183,237,215)	(6,180,826,274)

11. PREPAID EXPENSES

	VND	
	Ending balance	Beginning balance
Short-term	6,450,094,460	5,144,373,358
Rental expenses	1,356,077,589	2,128,484,878
Insurance fee	1,167,972,869	1,107,745,585
Others	3,926,044,002	1,908,142,895
Long-term	633,773,650,751	683,523,577,003
Gas cylinder costs (*) (Notes 3.9)	475,938,748,134	519,246,196,544
Land lease	67,187,314,711	68,968,045,153
Office rental	38,810,377,351	39,906,114,679
Tool and equipment	36,053,675,369	37,231,313,961
Maintenance fee	7,129,398,641	9,367,965,652
Office renovation	642,664,837	1,762,031,552
Others	8,011,471,708	7,041,909,462
TOTAL	640,223,745,211	688,667,950,361

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

11. PREPAID EXPENSES (continued)

(*) *Detail of movements of gas cylinders:*

		VND
	Current year	Previous year
Beginning balance	519,246,196,544	579,200,452,668
Add: Increasing during the year	53,972,033,090	40,366,505,566
Less: Allocation to operating expenses	(97,279,481,500)	(100,320,761,690)
Ending balance	<u>475,938,748,134</u>	<u>519,246,196,544</u>

Southern Gas Trading Joint Stock Company

B09-DN/HN

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

12. TANGIBLE FIXED ASSETS

	Building and structure	Machinery and equipment	Means of transportation	Office equipment	Others	Total
Cost						VND
Beginning balance	631,175,807,949	1,275,890,441,208	73,013,786,665	6,750,232,153	26,193,046,899	2,013,023,314,874
Construction in progress completed	-	47,149,397,428	6,778,347,035	-	-	53,927,744,463
New purchases	456,162,727	8,210,522,090	7,217,062,439	528,660,000	354,363,635	16,766,770,891
Disposals	(76,389,976)	(1,162,993,313)	(875,316,818)	(533,873,919)	-	(2,648,574,026)
Reclassification	(1,146,380,373)	2,435,903,253	(1,289,522,880)	-	-	-
Ending balance	630,409,200,327	1,332,523,270,666	84,844,356,441	6,745,018,234	26,547,410,534	2,081,069,256,202
<i>In which:</i>						
Fully depreciated	148,685,164,352	1,076,844,225,834	23,268,467,450	3,947,002,520	23,351,386,765	1,276,096,246,921
Accumulated depreciation						
Beginning balance	423,049,693,142	1,164,280,925,112	39,142,451,168	5,244,637,817	23,947,042,244	1,655,664,749,483
Depreciation for the year	30,282,886,049	32,489,965,192	7,777,706,488	638,264,716	205,278,996	71,394,101,441
Disposals	(76,389,976)	(1,103,482,867)	(888,561,138)	(533,873,919)	-	(2,602,307,900)
Reclassification	-	341,056,889	(341,056,889)	-	-	-
Ending balance	453,256,189,215	1,196,008,464,326	45,690,539,629	5,349,028,614	24,152,321,240	1,724,456,543,024
Net carrying amount						
Beginning balance	208,126,114,807	111,609,516,096	33,871,335,497	1,505,594,336	2,246,004,655	357,358,565,391
Ending balance	177,153,011,112	136,514,806,340	39,153,816,812	1,395,989,620	2,395,089,294	356,612,713,178

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

13. INTANGIBLE FIXED ASSETS

				VND
	<i>Land use rights</i>	<i>Computer software</i>	<i>Branding</i>	<i>Total</i>
Cost				
Beginning balance	28,839,738,884	11,218,994,640	1,464,370,376	41,523,103,900
New purchase	-	2,298,875,000	-	2,298,875,000
Ending balance	28,839,738,884	13,517,869,640	1,464,370,376	43,821,978,900
<i>In which:</i>				
Fully amortized	-	10,850,839,000	1,464,370,376	12,315,209,376
Accumulated amortization				
Beginning balance	4,431,935,966	10,465,489,217	1,464,370,376	16,361,795,559
Amortization for the year	343,355,436	1,290,250,158	-	1,633,605,594
Ending balance	4,775,291,402	11,755,739,375	1,464,370,376	17,995,401,153
Net carrying amount				
Beginning balance	24,407,802,918	753,505,423	-	25,161,308,341
Ending balance	24,064,447,482	1,762,130,265	-	25,826,577,747

14. CONSTRUCTION IN PROGRESS

		VND
	<i>Ending balance</i>	<i>Beginning balance</i>
LNG business project	29,222,994,119	73,179,702,669
Land lease and clearance costs	4,773,938,018	4,773,938,018
Others	4,969,413,050	4,006,753,221
TOTAL	38,966,345,187	81,960,393,908

15. SHORT-TERM TRADE PAYABLES

		VND
	<i>Ending balance</i>	<i>Beginning balance</i>
Amounts due to a related party (Note 29)	434,242,486,505	366,544,868,737
Amounts due to other parties	414,647,106,683	331,889,548,220
<i>In which:</i>		
Hyosung Vina Chemicals Company Limited	189,368,210,069	7,907,361,396
Binh Son Refining and Petrochemical Joint Stock Company	115,851,382,244	115,773,578,056
Others	109,427,514,370	208,208,608,768
TOTAL	848,889,593,188	698,434,416,957

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

16. TAXATION

				VND
	<i>Beginning balance</i>	<i>Increase in the year</i>	<i>Decrease in the year</i>	<i>Ending balance</i>
Value-added tax	(36,245,703,145)	1,120,961,570,493	(1,116,544,933,188)	(31,829,065,840)
Corporate income tax	5,662,579,081	38,970,225,619	(34,410,395,655)	10,222,409,045
Personal income tax	804,165,602	14,891,867,288	(12,318,731,341)	3,377,301,549
Others	(1,202,248,837)	838,047,348	(838,406,014)	(1,202,607,503)
TOTAL	(30,981,207,299)	1,175,661,710,748	(1,164,112,466,198)	(19,431,962,749)
<i>In which:</i>				
Value-added tax deductible	(40,204,676,727)			(35,125,786,349)
Tax overpaid	(1,202,607,503)			(1,202,607,503)
Tax payables	10,426,076,931			16,896,431,103

17. SHORT-TERM ACCRUED EXPENSES

		VND
	<i>Ending balance</i>	<i>Beginning balance</i>
Cost of purchasing CNG	128,066,023,976	109,379,935,936
Cost of cylinder rental	35,404,248,296	13,256,521,198
Promotion expense	9,056,556,913	12,273,797,396
Others	20,258,829,850	27,849,398,599
TOTAL	192,785,659,035	162,759,653,129

18. OTHER PAYABLES

		VND
	<i>Ending balance</i>	<i>Beginning balance</i>
Short-term	6,651,522,181	23,076,112,395
Deposits	278,221,400	352,221,400
Borrowing goods	116,913,544	13,377,399,060
Trade union fee	84,281,611	2,261,473,257
Others	6,172,105,626	7,085,018,678
Long-term	146,399,093,663	177,877,689,485
Deposits (*) (Notes 3.11)	146,399,093,663	177,877,689,485
TOTAL	153,050,615,844	200,953,801,880

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

18. OTHER PAYABLES (continued)

(*) These deposits received from customers for the value of gas cylinder shell with movement as follows:

	VND	
	Ending balance	Beginning balance
Beginning balance	177,877,689,485	210,864,084,081
Add: Deposits received in the year	24,379,022,867	17,214,888,162
Less: Allocated to revenues (Notes 22.1)	(35,730,433,559)	(35,828,274,596)
Less: Deposits reimbursed	(20,127,185,130)	(14,373,008,162)
Ending balance	<u>146,399,093,663</u>	<u>177,877,689,485</u>

19. LOANS

	VND	
	Ending balance	Beginning balance
Short-term	528,523,819,180	564,844,530,548
Short-term bank loans (Note 19.1)	518,847,962,044	555,168,673,412
Current portion of long-term bank loan (Note 19.2)	9,675,857,136	9,675,857,136
Long-term	12,094,821,430	21,770,678,566
Long-term bank loan (Note 19.2)	<u>12,094,821,430</u>	<u>21,770,678,566</u>
TOTAL	<u>540,618,640,610</u>	<u>586,615,209,114</u>

The movement of bank loans during the year are follows:

	VND			
	Short-term bank loans	Current portion of long-term loan	Long-term bank loan	Total
Beginning balance	555,168,673,412	9,675,857,136	21,770,678,566	586,615,209,114
Drawdown	1,326,763,031,678	-	-	1,326,763,031,678
Repayment	(1,363,083,743,046)	(9,675,857,136)	-	(1,372,759,600,182)
Reclassification	-	9,675,857,136	(9,675,857,136)	-
Ending balance	<u>518,847,962,044</u>	<u>9,675,857,136</u>	<u>12,094,821,430</u>	<u>540,618,640,610</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

19. LOANS (continued)

19.1 Short-term loans

The Group obtained these unsecured loans to finance for its working capital requirements of the Group.

<i>Banks</i>	<i>Ending balance (VND)</i>	<i>Maturity date</i>	<i>Interest rate % per annum</i>
Joint Stock Commercial Bank for Investment and Development of Vietnam – Ben Nghe Branch	307,274,755,524	From 18 February 2025 to 14 March 2025	3.1%
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ky Dong Branch	209,801,886,670	From 3 February 2025 to 26 March 2025	3.1% - 3.5%
Shinhan Bank (Vietnam) Ltd., – Ho Chi Minh City Branch	1,771,319,850	28 February 2025	3.5%
TOTAL	<u>518,847,962,044</u>		

19.2 Long-term bank loan

<i>Bank</i>	<i>Ending balance (VND)</i>	<i>Maturity date</i>	<i>Interest rate % per annum</i>	<i>Collaterals</i>
Shinhan Bank (Vietnam) Ltd., – Ho Chi Minh City Branch	<u>21,770,678,566</u>	From 25 January 2025 to 12 January 2027	6.8 - 7.9	All assets, including but not limited to machinery, vehicles and other ancillary systems under the Project LNG supplies to industrial and transportation customers according to Decision No. 144/QD-KMN dated 22 March 2021
<i>In which:</i>				
<i>Non-current portion</i>	12,094,821,430			
<i>Current portion</i>	9,675,857,136			

The Group obtained the long-term loan to finance the development costs of LNG supply system for business purposes.

Southern Gas Trading Joint Stock Company

B09-DN/HN

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

20. OWNERS' EQUITY

20.1 Increases and decreases in owners' equity

	Share capital	Share premium	Treasury shares	Development fund	Undistributed earnings	VND Total
Previous year						
Beginning balance	500,000,000,000	45,594,384,212	(12,061,327)	362,934,290,222	110,475,151,126	1,018,991,764,233
Net profit for the year	-	-	-	-	106,160,235,957	106,160,235,957
Dividend declaration	-	-	-	-	(104,379,149,624)	(104,379,149,624)
Bonus and welfare fund	-	-	-	-	(11,000,000,000)	(11,000,000,000)
Ending balance	500,000,000,000	45,594,384,212	(12,061,327)	362,934,290,222	101,256,237,459	1,009,772,850,566
Current year						
Beginning balance	500,000,000,000	45,594,384,212	(12,061,327)	362,934,290,222	101,256,237,459	1,009,772,850,566
Net profit for the year	-	-	-	-	115,966,503,792	115,966,503,792
Dividend declaration (*)	-	-	-	-	(99,997,588,000)	(99,997,588,000)
Bonus and welfare fund	-	-	-	-	(10,000,000,000)	(10,000,000,000)
Management fund	-	-	-	-	(1,000,000,000)	(1,000,000,000)
Ending balance	500,000,000,000	45,594,384,212	(12,061,327)	362,934,290,222	106,225,153,251	1,014,741,766,358

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

20. OWNERS' EQUITY (continued)

20.2 Capital transactions with owners and distribution of dividends

	Current year	VND Previous year
Contributed share capital		
Beginning and ending balances	<u>500,000,000,000</u>	<u>500,000,000,000</u>
Dividends		
Dividend declared (*)	99,971,806,000	104,379,149,625
Dividends paid	99,971,806,000	99,971,806,000

(*) In accordance with the Board of Directors' Resolution No. 07/NQ-KMN dated 23 April 2024, the Company was approved to pay 2023 dividends by cash at 20% par value. On 6 June 2024, the Company has completed the 2023 dividend payment above.

20.3 Shares

	<u>Number of shares</u>	
	<i>Ending balance</i>	<i>Beginning balance</i>
Authorized shares	50,000,000	50,000,000
Shares issued and fully paid	50,000,000	50,000,000
<i>Ordinary shares</i>	<i>50,000,000</i>	<i>50,000,000</i>
Treasury shares	1,206	1,206
<i>Ordinary shares</i>	<i>1,206</i>	<i>1,206</i>
Shares in circulation	49,998,794	49,998,794
<i>Ordinary shares</i>	<i>49,998,794</i>	<i>49,998,794</i>

Shares at par value in circulation is VND 10,000/share.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

21. EARNINGS PER SHARE

Basic and diluted earnings per share are calculated as follows:

	Current year	Previous year
Net profit after tax attributable ordinary shareholders (VND)	115,966,503,792	106,153,177,216
Distribution to bonus and welfare fund, and m (VND) (*)	<u>(11,000,000,000)</u>	<u>(11,000,000,000)</u>
Net profit after tax attributable to ordinary shareholders (VND)	104,966,503,792	95,153,177,216
Weighted average number of ordinary shares (share)	49,998,794	49,998,794
Basic and diluted earnings per share (VND/share)	2,099	1,903

(*) According to the Resolution of the 2023 Annual General No. 07/NQ-KMN dated 23 April 2024, the Group's shareholders approved the plan to distribute its profit to reward Board of Management and established Bonus and Welfare Fund in 2023 and plan for 2024. Accordingly, the profit used to compute earnings per share for 2023 and 2024 is adjusted for the said appropriation.

There have been no dilutive potential ordinary shares during the year and up to the date of these consolidated financial statements.

22. REVENUES

22.1 Revenue from sales of goods and rendering of services

	Current year	Previous year
		VND
Gross revenue	6,659,744,463,510	5,905,226,559,572
<i>In which:</i>		
Revenue from sales of LPG	4,492,308,224,660	4,123,155,154,833
Revenue from sales of CNG	1,932,450,641,481	1,564,837,621,873
Revenue from sales of petrol and lubricant	83,358,574,190	87,791,382,150
Revenue from sales of LPG gas cylinders	50,349,986,786	39,491,688,442
Revenue from maintaining gas cylinders	34,054,313,150	25,831,141,310
Revenue from allocation of gas cylinders deposit (Notes 3.11 and 18)	35,730,433,559	35,828,274,596
Others	31,492,289,684	28,291,296,368
Sales deduction	<u>(221,061,993,713)</u>	<u>(227,873,786,060)</u>
Net revenue	<u>6,438,682,469,797</u>	<u>5,677,352,773,512</u>
<i>In which:</i>		
Sales to others	6,438,627,011,017	5,677,211,604,081
Sales to a related party (Note 29)	55,458,780	141,169,431

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

22. REVENUES (continued)

22.2 Financial income

		VND
	Current year	Previous year
Interest income	12,436,752,495	8,474,223,338
Late payment interest	1,790,543,104	-
Foreign exchange gains	295,757,421	1,969,562,035
TOTAL	14,523,053,020	10,443,785,373

23. COST OF GOODS SOLD AND SERVICES RENDERED

		VND
	Current year	Previous year
Cost of liquefied gas LPG	3,703,666,423,307	3,336,455,428,031
Cost of CNG	1,518,659,937,421	1,197,729,864,255
Cost of petrol and lubricant	79,453,564,348	84,646,073,798
Cost of LPG gas cylinders	42,651,248,919	37,272,911,181
Cost of maintaining gas cylinders	18,141,514,477	8,917,752,656
Allocation of gas cylinder	121,392,948,562	117,668,010,443
Others	11,098,085,492	9,506,480,438
TOTAL	5,495,063,722,526	4,792,196,520,802

24. FINANCE EXPENSES

		VND
	Current year	Previous year
Interest expenses	8,981,229,222	12,762,581,378
Foreign exchange losses	224,071,062	52,809,530
TOTAL	9,205,300,284	12,815,390,908

25. SELLING EXPENSES

		VND
	Current year	Previous year
Labor cost	242,295,083,895	208,034,862,662
Tools and equipment	141,265,298,541	149,980,025,975
Expenses for other external services	86,060,678,327	83,698,460,067
Depreciation and amortization	59,352,436,804	58,216,536,350
Transportation expenses	68,826,767,250	66,625,227,565
Others	86,656,671,749	89,210,842,794
TOTAL	684,456,936,566	655,765,955,413

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

26. GENERAL AND ADMINISTRATIVE EXPENSES

	VND	
	Current year	Previous year
Labor cost	37,169,109,489	39,973,252,379
Provision for doubtful debts	31,434,661,477	1,986,628,680
External services expense	28,031,009,693	29,401,807,825
Tools expenses	7,243,937,744	7,972,598,620
Depreciation and amortization	2,385,189,659	2,075,028,096
Others	17,285,567,961	5,104,715,940
TOTAL	123,549,476,023	86,514,031,540

27. PRODUCTION AND OPERATING COSTS

	VND	
	Current year	Previous year
Cost of merchandises	5,171,771,689,976	4,524,199,813,724
Expenses for external services	332,325,251,439	293,011,582,578
Labor costs	305,862,943,940	270,195,749,160
Tools and equipment	149,223,680,914	158,828,139,187
Cost of raw material	119,595,471,117	89,812,042,860
Depreciation and amortization (Notes 12 and 13)	73,027,707,035	66,782,474,205
Others	151,341,598,652	132,912,889,860
TOTAL	6,303,148,343,073	5,535,742,691,574

28. CORPORATE INCOME TAX

The Group has the obligation to pay corporate income tax ("CIT") at the rate of 20% of taxable profits.

The tax returns filed by the Group are subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the consolidated financial statements could change at a later date upon final determination by the tax authorities.

28.1 CIT expenses

	VND	
	Current year	Previous year
Corporate income tax expense	38,479,876,636	31,091,581,798
Adjustment for under accrual of CIT expense from prior years	490,348,983	-
	38,970,225,619	31,091,581,798
Deferred tax (income) expense	(6,076,691,761)	8,326,690,201
TOTAL	32,893,533,858	39,418,271,999

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

28. CORPORATE INCOME TAX

28.1 CIT expenses (continued)

The reconciliation between CIT expenses and the accounting profit multiplied by CIT rate is presented below:

	VND	
	Current year	Previous year
Accounting profit before tax	148,860,037,650	145,578,507,956
At CIT rate applied for the Group	29,772,007,530	29,115,701,592
<i>Adjustments:</i>		
Non-deductible expenses	2,631,177,345	1,020,150,166
Adjustment for under accrual of CIT expense from prior years	490,348,983	-
Written-off deferred tax assets relating to provision for investment	-	9,282,420,241
CIT expenses	32,893,533,858	39,418,271,999

28.2 Current tax

The current tax payable is based on taxable income for the current year. The taxable income of the Group for the year differs from the profit as reported in the consolidated income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are not taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

28.3 Deferred taxes

The following are the deferred tax assets recognized by the Group, and the movements thereon, during the current and previous years:

	VND			
	Consolidated balance sheet		Consolidated income statement	
	Ending balance	Beginning balance	Current year	Previous year
Provisions	10,059,195,556	4,048,678,271	6,010,517,285	(10,327,622,595)
Unrealized profit eliminated in consolidation	3,636,674,612	3,570,500,137	66,174,477	2,000,932,394
TOTAL	13,695,870,168	7,619,178,408	6,076,691,761	(8,326,690,201)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

29. TRANSACTIONS WITH RELATED PARTIES

List of a related party that has a relationship with the Group and has transactions with the Group during the year is as follows:

<i>Related parties</i>	<i>Relationship</i>
PetroVietnam Gas Joint Stock Corporation ("PV Gas")	Major shareholder

Transactions with related parties during the year were as follows:

<i>Related party</i>	<i>Transactions</i>	<i>VND</i>	
		<i>Current year</i>	<i>Previous year</i>
PV Gas	Purchase of goods and service	1,906,504,402,877	1,699,667,912,938
	Dividend paid	35,263,158,000	35,263,158,000
	Sale of goods and service rendered	55,458,780	141,169,431

Amounts due from and due to such related party at the balance sheet date were as follows:

			VND
<i>Related party</i>	<i>Transactions</i>	<i>Ending balance</i>	<i>Beginning balance</i>
Short-term trade receivable			
PV Gas	Sale of goods and service rendered	<u>61,004,658</u>	<u>51,384,520</u>
Short-term trade payable			
PV Gas	Purchase of goods and service	434,242,486,505	366,544,868,737

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

29. TRANSACTIONS WITH RELATED PARTIES (continued)

Transactions with other related parties

Allowance of members of the Board of Directors, Board of Supervision and salary, bonus of the Management:

		VND	
Individuals	Position	Current year	Previous year
Board of Directors			
Mr Phan Quoc Nghia	Chairman	751,433,334	569,600,000
Mr Nguyen Ngoc Luan	Member	597,500,000	560,000,000
Mr Nguyen Hoang Giang	Member	447,500,000	410,000,000
Ms Nguyen Ngoc Anh	Member	447,500,000	186,000,000
Ms Vu Thi Thanh Tam	Member		
	(appointed on 12 December 2023)	400,239,726	9,230,770
Mr Ha Anh Tuan	Member		
	(resigned on 15 June 2023)	22,602,740	88,500,000
Mr Vu Hoang Ha	Member		
	(resigned on 12 December 2023)	24,657,534	88,269,230
Board of Supervision			
Mr Tran Van Chung	Head		
	(appointed on 23 April 2024)	509,996,054	-
Ms Dao Thanh Hang	Head		
	(resigned on 23 April 2024)	349,342,889	829,487,367
Ms Tran Thi Thu Hien	Member	118,000,000	362,797,734
Ms Dang Thi Hong Yen	Member	113,000,000	86,333,333
Mr Pham Tuan Anh	Member	-	6,666,667
Management			
Mr Nguyen Ngoc Luan	General Director	2,889,753,264	2,763,300,624
Mr Tran Anh Dung	Deputy General Director	1,628,103,249	1,567,377,337
Mr Dang Van Vinh	Deputy General Director	1,628,517,144	1,564,466,949
Mr Dao Huu Thang	Deputy General Director	1,430,880,592	1,359,679,790
Other Management			
Mr Cao Nguyen Duc Anh	Chief accountant	1,025,132,316	971,599,819
TOTAL		12,384,158,842	11,423,309,620

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

30. OPERATING LEASE COMMITMENTS

The Group leases land and office under operating lease arrangements. The minimum lease commitment as at the balance sheet date under the operating lease arrangement is as follows:

	VND	
	Ending balance	Beginning balance
Less than 1 year	6,168,164,510	6,850,688,380
From 1 to 5 years	5,159,958,607	6,560,246,475
Over 5 years	6,102,507,466	6,432,211,055
TOTAL	17,430,630,583	19,843,145,910

31. EVENT AFTER THE BALANCE SHEET DATE

There is no significant matter or circumstance that has arisen since the balance sheet date that requires adjustment or disclosure in the consolidated financial statements of the Group.

Ho Chi Minh City, Vietnam

17 March 2025



Le Thi Diem Chi
Preparer



Cao Nguyen Duc Anh
Chief Accountant



Nguyen Ngoc Luan
General Director