

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**
REVIEWED INTERIM SEPARATE FINANCIAL STATEMENTS

For the period from 01 January 2025 to 30 June 2025

August 2025

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STATEMENT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Vietnam Engine and Agricultural Machinery Corporation (the "Corporation") presents this report together with the Corporation's reviewed interim separate financial statements for the period from 01 January 2025 to 30 June 2025.

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 to the date of this report are as follows:

Board of Management

Mr. Ngo Khai Hoan	Chairman
Mr. Nguyen Hoang Giang	Member
Mr. Nguyen Tien Vy	Member
Mr. Phan Kim Khoa	Member (Dismissed on 20 June 2025)
Mr. Ngo Quang Trung	Member (Appointed on 25 April 2025)
Ms. Nguyen Thi Hoa	Member
Ms. Tran Thi Nguyet	Member

Board of General Directors

Mr. Nguyen Hoang Giang	General Director
Mr. Le Minh Quy	Deputy General Director
Mr. Pham Anh Tuan	Deputy General Director
Mr. Le Cong Hoang	Deputy General Director (Appointed on 22 August 2025)

Board of Supervisors

Ms. Nguyen Thi Phuong Lan	Head of the Board of Supervisors
Ms. Nguyen Thi Dien	Member
Ms. Le Thi Thanh Binh	Member

Legal Representative

The legal representative of the Corporation during the year and to the date of this report is Mr. Nguyen Hoang Giang - General Director.

BOARD OF GENERAL DIRECTORS' RESPONSIBILITY

The Board of General Directors of the Corporation is responsible for preparing the interim separate financial statements, which give a true and fair view of the financial position of the Corporation, its financial performance and its cash flows in the period, in accordance with Vietnamese Accounting Standards, accounting regimes for enterprise and legal regulations relating to the preparation and presentation of interim separate financial statements. In preparing these interim separate 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 separate financial statements;
- Prepare the interim separate financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the interim separate financial statements so as to minimize errors and frauds.

STATEMENT OF THE BOARD OF GENERAL DIRECTORS (CONTINUED)

BOARD OF GENERAL DIRECTORS' RESPONSIBILITY (CONTINUED)

The Board of General Directors of the Corporation is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Corporation and that the accounting records and the interim separate financial statements comply with the applied accounting regime. The Board of General Directors is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities as well as legal regulations relating to the preparation and presentation of interim separate financial statements.

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

In the Board of General Directors' opinion, the interim separate financial statements give a true and fair view of the financial position of the Corporation as at 30 June 2025, its financial performance and its cash flows for the period from 01 January 2025 to 30 June 2025 in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of interim separate financial statements.

For and on behalf of the Board of General Directors,



Nguyen Hoang Giang
General Director
Hanoi, 26 August 2025

No: 296 /VACO/BCSX.NV2

REPORT ON REVIEW OF INTERIM SEPARATE FINANCIAL INFORMATION

To: **The shareholders**
 The Board of Management and the Board of General Directors
 Vietnam Engine and Agricultural Machinery Corporation

We have reviewed the interim separate financial statements of Vietnam Engine and Agricultural Machine Corporation (the "Corporation"), prepared on 26 August 2025, as set out from page 6 to page 43, which comprises the interim separate balance sheet as at 30 June 2025, the interim separate income statement, the interim separate cash flow statement for the period from 01 January 2025 to 30 June 2025, and the notes to the interim separate financial statements (collectively referred to as the "interim separate financial statements").

Board of General Directors' responsibility

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

Auditors' responsibility

Our responsibility is to express a conclusion on these interim separate financial statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagement No.2410 – Review of interim financial information performed by the independent auditor of the entity.

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

Basis of qualified conclusion

As at 30 June 2025, the Corporation is recognising debts and inventories that have arisen for a long time and have not yet assessed the possibility of recovery as a basis for fully setting aside provisions at the time of preparing the financial statements, specifically:

- *Advance payment to Mekong AUTO Company Limited (CHANGAN) Branch with an amount of VND 135 billion is in the process of being sued and has not yet had a final judgment; Outstanding receivables, arising for a long time (including: other receivables and assets awaiting resolution) with an amount of about VND 29.8 billion (as at 31 December 2024, about VND 30.1 billion).*
- *As presented in Note 11 of the interim separate financial statements, the Corporation has made provisions for devaluation of inventories for some slow-moving inventory items with signs of value reduction, but the basis applied to determine the net realizable value is not consistent with current regulations; at the same time, the Corporation has some slow-moving inventory items with signs of value reduction, but no provisions have been made for devaluation of inventories.*

REPORT ON REVIEW OF INTERIM SEPARATE FINANCIAL INFORMATION (CONTINUED)

Basis of qualified conclusion (Continued)

We have not been able to obtain sufficient and appropriate information and documents to assess the recoverability of the receivables, the recoverable net value of the inventories incurred and held for a long time as mentioned above. Therefore, we are unable to determine the necessary adjustments to the provision for doubtful debts for receivables, provision for inventory decline and related items in the interim separate financial statements of the Corporation.

The Corporation has not fully made provisions for financial investment losses for some investments in subsidiaries (details in Note 5 of the interim separate financial statements). We have not been able to collect sufficient information and documents necessary and appropriate to assess the impact of this issue on the Corporation's semi-annual financial statements. Therefore, we are unable to determine the necessary adjustments to the provisions for financial investment losses and related items in the Corporation's interim separate financial statements.

At the time of preparing the interim separate financial statements on 30 June 2025, the value of the Cost of purchasing technology copyrights related to the Project of researching and manufacturing medium-sized 4-wheel tractors is being recognised by the Corporation in the item of Cost of construction in progress with the amount of VND 53.5 billion (Note 15 of the interim separate financial statements), while the value of this cost has been concluded by the People's High Court of Hanoi that the related individuals are responsible for fully compensating the Corporation. We have not collected sufficient information and documents necessary and appropriate to assess whether it is necessary to adjust the item of Cost of construction in progress and related items on the Corporation's interim separate financial statements.

As of the date of preparation of the semi-annual financial statements for the period from 01 January 2025 to 30 June 2025, the Corporation has not fully recorded the value arising from the surplus/shortage of assets awaiting resolution arising from the inventory at the Vietnam Engine and Agricultural Machinery Corporation – Motor Factor. We have not been able to collect sufficient information and documents necessary and appropriate to be able to assess whether it is necessary to adjust this item and related items in the Corporation's interim separate financial statements.

Auditors' conclusion

Based on our review, except for the possible effects of the matters described in the "Basis for Qualified Conclusion" paragraph, nothing has come to our attention that causes us to believe that the accompanying interim separate financial statements give a true and fair view of, in all material respects, the financial position of the Corporation as at 30 June 2025, its financial performance and its cash flows for the period from 01 January 2025 to 30 June 2025, in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of the interim separate financial statements.

Emphasis of matters

As presented in Note 8, the Corporation presents information relating to the recognition of the Corporation's capital support interest.

As presented in Note 36 of the Notes to the interim separate financial statements:

- As of the date of the preparation of the interim separate financial statements on 30 June 2025, the competent authorities have not officially approved the equitization settlement of the Parent company - Vietnam Engine and Agricultural Machinery Corporation at the time the Parent company - the Corporation officially transformed into a joint stock company.
- The Corporation has not recorded the receivables from related individuals who must execute the judgment and the corresponding late payment interest according to the Criminal Appeal Judgment No. 855/2023/HS-PT dated 15 November 2023 of the High People's Court in Hanoi and the Criminal First Instance Judgment No. 234/2023/HS-ST dated 12 June 2023 of the Hanoi People's Court due to uncertainty about the possibility of recovery.

Our qualified conclusion does not relate to these matters.

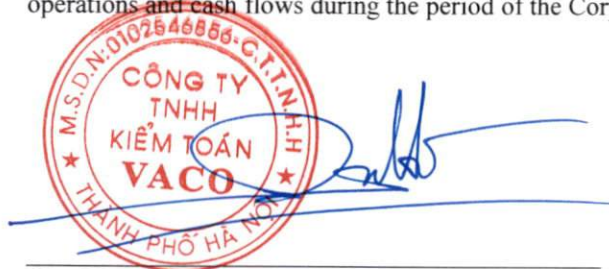
REPORT ON REVIEW OF INTERIM SEPARATE FINANCIAL INFORMATION (CONTINUED)

Other matters

Comparative information for the items on the balance sheet is information on the separate financial statements for the financial year ended 31 December 2024 of the Corporation which were audited by another independent auditing company, audit report No. 257/2025/UHY-BCKT dated 24 March 2025; Comparative information for the items on the interim separate income statement, the interim separate cash flow statement for the period from 01 January 2024 to 30 June 2024 which were reviewed by another independent auditing company, Reviewing Report No. 900/2024/UHY-BCSX dated 28 August 2024. The reports are issued with an audit opinion of Qualified Opinion, and the review conclusion is Qualified Conclusion, due to:

The Corporation has not made sufficient provision for devaluation of inventories, the impact of qualified opinions at the subsidiary related to long-term financial investments at the time of preparing the interim separate financial statements for the period from 01 January 2024 to 30 June 2024, and at the time of preparing the separate financial statements for the financial year ended 31 December 2024. These issues continue to affect the interim separate financial statements for the period from 01 January 2025 to 30 June 2025, as described in the "Basis for qualified conclusion" paragraph above.

These interim separate financial statements are issued together with the interim consolidated financial statements for the period from 01 January 2025 to 30 June 2025; accordingly, users of these separate financial statements should read them together with the interim consolidated financial statements of the Corporation for the period from 01 January 2025 to 30 June 2025 to obtain complete information on the financial position as well as the results of operations and cash flows during the period of the Corporation.



Chu Manh Hoan

Deputy General Director

Audit Practising Registration Certificate

No.: 1403-2023-156-1

For and on behalf of

VACO AUDITING COMPANY LIMITED

Hanoi, 26 August 2025

INTERIM SEPARATE BALANCE SHEET

As at 30 June 2025

Unit: VND

ASSETS	Code	Notes	Closing balance	Opening balance
A - CURRENT ASSETS	100		22,269,178,577,031	16,138,914,853,601
I. Cash and cash equivalents	110	4	149,419,892,951	146,236,801,147
1. Cash	111		53,256,164,183	69,199,980,184
2. Cash equivalents	112		96,163,728,768	77,036,820,963
II. Short-term financial investments	120	5	14,897,237,123,288	11,996,830,273,973
1. Held-to-maturity investments	123		14,897,237,123,288	11,996,830,273,973
III. Short-term receivables	130		6,497,642,232,951	3,250,520,533,357
1. Short-term trade receivables	131	6	323,806,632,778	314,341,997,099
2. Short-term advances to suppliers	132	7	182,504,471,261	180,236,147,109
3. Other short-term receivables	136	8	6,951,177,259,930	3,718,608,180,933
4. Provision for short-term doubtful debts	137	10	(968,622,967,983)	(971,508,767,836)
5. Shortage of assets awaiting resolution	139	9	8,776,836,965	8,842,976,052
IV. Inventories	140	11	642,793,456,149	664,182,012,127
1. Inventories	141		1,183,667,141,169	1,176,052,212,659
2. Provision for devaluation of inventories	149		(540,873,685,020)	(511,870,200,532)
V. Other current assets	150		82,085,871,692	81,145,232,997
1. Short-term prepaid expenses	151	12	1,112,603,820	1,506,172,023
2. Value-added tax deductible	152		80,624,086,403	79,379,913,179
3. Taxes and other receivables from the State budget	153	18	349,181,469	259,147,795
B - NON-CURRENT ASSETS	200		3,596,400,761,131	3,616,127,092,636
I. Long-term receivables	210		28,000,000	28,000,000
1. Other long-term receivables	216	8	28,000,000	28,000,000
II. Fixed assets	220		366,713,378,027	388,674,138,991
1. Tangible fixed assets	221	13	318,327,439,268	340,197,666,304
- Cost	222		1,385,330,402,197	1,384,996,142,937
- Accumulated depreciation	223		(1,067,002,962,929)	(1,044,798,476,633)
2. Intangible fixed assets	227	14	48,385,938,759	48,476,472,687
- Cost	228		52,570,286,266	52,570,286,266
- Accumulated amortization	229		(4,184,347,507)	(4,093,813,579)
III. Long-term assets in progress	240	15	56,436,605,990	55,644,448,639
1. Construction in progress	242		56,436,605,990	55,644,448,639
IV. Long-term financial investments	250	5	3,147,528,847,564	3,142,752,943,576
1. Investments in subsidiaries	251		2,656,119,550,877	2,656,119,550,877
2. Investments in joint-ventures, associates	252		707,098,071,180	707,098,071,180
3. Investments in other entities	253		11,001,060,828	11,001,060,828
4. Provision for long-term investments	254		(226,689,835,321)	(231,465,739,309)
V. Other long-term assets	260		25,693,929,550	29,027,561,430
1. Long-term prepayments	261	12	25,693,929,550	29,027,561,430
TOTAL ASSETS (270 = 100 + 200)	270		25,865,579,338,162	19,755,041,946,237

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

INTERIM SEPARATE BALANCE SHEET (CONTINUED)

As at 30 June 2025

Unit: VND

RESOURCES	Code	Notes	Closing balance	Opening balance
C - LIABILITIES	300		160,771,819,525	213,566,462,493
I. Short-term liabilities	310		160,771,819,525	213,566,462,493
1. Short-term trade payables	311	16	11,691,222,523	12,926,645,070
2. Short-term advances from customers	312	17	4,284,918,415	4,054,283,015
3. Taxes and other payables to the State budget	313	18	37,499,098,907	30,682,026,649
4. Payables to employees	314		11,504,970,252	26,511,075,526
5. Short-term accrued expenses	315	19	12,163,614,014	11,485,815,085
6. Short-term unearned revenue	318		289,517,153	101,720,000
7. Other short-term payables	319	20	39,958,295,110	38,853,105,668
8. Provision for short-term payables	321		91,325,705	91,325,705
9. Bonus and welfare funds	322		43,288,857,446	88,860,465,775
D - OWNER'S EQUITY	400		25,704,807,518,637	19,541,475,483,744
I. Owner's equity	410	21	25,704,845,473,694	19,541,513,438,801
1. Owner's contributed capital	411		13,288,000,000,000	13,288,000,000,000
- Ordinary shares carrying voting rights	411a		13,288,000,000,000	13,288,000,000,000
2. Retained earnings	421		12,416,845,473,694	6,253,513,438,801
- Retained earnings accumulated to the prior year end	421a		6,253,513,438,801	111,222,123
- Retained earnings of the current period	421b		6,163,332,034,893	6,253,402,216,678
II. Other resources and funds	430		(37,955,057)	(37,955,057)
1. Resources	431		(37,955,057)	(37,955,057)
TOTAL RESOURCES (440 = 300 + 400)	440		25,865,579,338,162	19,755,041,946,237



Nguyen Hoang Giang
General Director
Hanoi, 26 August 2025

Vu Phong Hai
Accountant in charge

Bui Tuan Anh
Preparer

INTERIM SEPARATE INCOME STATEMENT
For the period from 01 January 2025 to 30 June 2025

Unit: VND

ITEM	Code	Notes	Current period	Prior period
1. Revenue from goods sold and services rendered	01	24	188,983,196,299	171,083,426,765
2. Revenue deductions	02		38,400,000	-
3. Net revenue from goods sold and services rendered (10 = 01 - 02)	10		188,944,796,299	171,083,426,765
4. Cost of goods sold and services rendered	11	25	201,193,911,273	156,241,847,824
5. Gross profit from goods sold and services rendered (20 = 10 - 11)	20		(12,249,114,974)	14,841,578,941
6. Financial income	21	26	6,319,598,687,260	5,546,698,384,485
7. Financial expenses	22	27	(4,644,822,953)	(1,057,935,422)
- Including: Interest expenses	23		-	-
8. Selling expenses	25	28	9,948,853,978	10,005,424,796
9. General and administrative expenses	26	28	69,978,545,207	56,697,728,225
10. Net profits from operating activities {30 = 20 + (21 - 22) - (25 + 26)}	30		6,232,066,996,054	5,495,894,745,827
11. Other income	31	29	614,468,348	2,313,389,138
12. Other expenses	32	30	917,859,281	1,233,624,523
13. Profit/ (loss) from other activities (40 = 31 - 32)	40		(303,390,933)	1,079,764,615
14. Accounting profit before tax (50 = 30 + 40)	50		6,231,763,605,121	5,496,974,510,442
15. Current corporate income tax expense	51	32	68,431,570,228	74,262,271,781
16. Net profit after corporate income tax (60 = 50 - 51)	60		6,163,332,034,893	5,422,712,238,661



Nguyễn Hoàng Giang
General Director
Hanoi, 26 August 2025

Vu Phong Hai
Accountant in charge

Bui Tuan Anh
Preparer

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

INTERIM SEPARATE CASH FLOW STATEMENT
(Indirect method)

For the period from 01 January 2025 to 30 June 2025

Unit: VND

ITEM	Code	Current period	Prior period
I. Cash flows from operating activities			
1. Profit before tax	01	6,231,763,605,121	5,496,974,510,442
2. Adjustments for			
- Depreciation and amortization	02	22,295,020,224	24,255,270,825
- Provisions	03	21,341,780,647	(16,441,366,255)
- Foreign exchange (gain)/ loss arising from translating foreign currency items	04	13,253,773	(3,804,774)
- (Profits)/losses from investing activities	05	(6,318,806,823,963)	(5,545,744,765,255)
3. Operating profit before changes in working capital	08	(43,393,164,198)	(40,960,155,017)
- (Increase)/ decrease in receivables	09	(12,969,959,274)	(8,769,567,294)
- (Increase)/ decrease in inventories	10	(7,614,928,510)	34,655,635,292
- Increase/ (decrease) in payables (excluding accrued loan interest and corporate income tax payable)	11	(13,583,040,650)	(40,833,847,876)
- (Increase)/ decrease in prepaid expenses	12	3,727,200,083	4,693,087,087
- Corporate income tax paid	15	(62,774,573,849)	(152,442,919,927)
- Other cash outflows for operating activities	17	(43,942,212,930)	(20,287,235,370)
Net cash generated by/(used in) operating activities	20	(180,550,679,328)	(223,945,003,105)
II. Cash flows from investing activities			
1. Acquisition and construction of fixed assets and other long-term assets	21	(1,108,660,536)	(2,875,875,735)
2. Cash outflow for lending, buying debt instruments of other entities	23	(14,464,713,933,871)	(13,736,514,129,178)
3. Cash recovered from lending, selling debt instruments of other entities	24	11,566,289,274,556	10,228,646,183,973
4. Interest earned, dividends and profits received	27	3,083,570,884,941	3,803,282,352,981
Net cash generated by/ (used in) investing activities	30	184,037,565,090	292,538,532,041
III. Cash flows from financing activities			
1. Dividends and profits paid	36	(331,382,848)	(358,025,548)
Net cash generated by /(used in) financing activities	40	(331,382,848)	(358,025,548)
Net cash flows during the period (50 = 20 + 30 + 40)	50	3,155,502,914	68,235,503,388
Cash and cash equivalents at the beginning of the period	60	146,236,801,147	84,989,168,332
Effects of changes in foreign exchange rates	61	27,588,890	(6,330,837)
Cash and cash equivalents at the end of the period (70 = 50 + 60 + 61)	70	149,419,892,951	153,218,340,883



Nguyễn Hoàng Giang
General Director
Hanoi, 26 August 2025

Vu Phong Hai
Accountant in charge

Bui Tuan Anh
Preparer

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

NOTE TO THE SEPARATE FINANCIAL STATEMENTS

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

1. GENERAL INFORMATION**Structure of ownership**

Vietnam Engine and Agricultural Machinery Corporation ("the Corporation") was established in Vietnam under Business Registration Certificate No. 0100103866, first registered on 06 October 2010 issued by the Department of Planning and Investment of Hanoi City and registered for the 11th change on 01 July 2024. Vietnam Engine and Agricultural Machinery Corporation operated in the form of a single-member State-owned limited liability company under the Ministry of Industry and Trade before being converted into a joint stock company under Decision No. 4874/QĐ-BCT dated 30 May 2014 of the Ministry of Industry and Trade on equitization of Vietnam Engine and Agricultural Machinery Corporation; Decision No. 562/QĐ-TTg dated 05 April 2016 of the Government approving the Equitization plan of the Parent Company - Vietnam Engine and Agricultural Machinery Corporation; and Decision No. 5029/QĐ-BTC dated 23 December 2016 of the Ministry of Industry and Trade on adjusting the charter capital structure of Vietnam Engine and Agricultural Machinery Corporation.

As at 30 June 2025, the charter capital of Vietnam Engine and Agricultural Machinery Corporation - JSC is VND 13,288,000,000,000, divided into 1,328,800,000 common shares, each share has a par value of VND 10,000. From 02 July 2018, shares of Vietnam Engine and Agricultural Machinery Corporation - JSC are traded on the UPCoM market with the stock code VEA.

The Corporation's head office is located at Lot D, Zone D1, Phu Thuong Ward, Hanoi City, Vietnam.

The total number of employees of the Corporation as at 30 June 2025 is 355 (as at 31 December 2024: 369).

Operating industries and principal activities

The Corporation's business activities include:

- Manufacture of agricultural and forestry machinery;
- Manufacture of engines, turbines (except aircraft, automobile, motorcycle and motorbike engines);
- Manufacture of motor vehicles, motorcycles, motorbikes; Manufacture of food, beverage and tobacco processing machines;
- Manufacture of motor vehicle bodies, trailers and semi-trailers;
- Manufacture of spare parts and accessories for motor vehicles and motor vehicles;
- Manufacture of bearings, gears, gearboxes, control and transmission components;
- Manufacture of other fabricated metal products not elsewhere classified;
- Manufacture of pumps, compressors, taps and other valves;
- Trade in machinery, equipment, spare parts for agricultural machinery, automobiles and other motor vehicles;
- Sale of spare parts and accessories for automobiles and other motor vehicles; Sale of motorcycles and motorbikes;
- Maintenance and repair of motorcycles, motorbikes, sale of spare parts and accessories of motorcycles, motorbikes;
- Manufacture of ovens, furnaces, lowering and loading equipment;
- Manufacture of hand tools driven by motors or compressed air, other general machines;
- Manufacture of machine tools, metal forming machines and metallurgical machines;
- Manufacture of mining and construction machines; Manufacture of iron, steel, cast iron, cast iron, steel casting, non-ferrous metal casting;
- Manufacture of metal structures, containers, tanks and containers of metal; Manufacture of boilers (except central boilers); Forging, stamping, pressing and rolling of metals;
- Repair of prefabricated metal products;
- Repair and maintenance of means of transport (except automobiles, motorcycles, motorbikes and other engines); Repair of other equipment; - Installation of industrial machinery and equipment.
- Trading of other machinery, equipment and spare parts;
- Completion of construction works; Other specialized construction activities;
- Repair of machinery, equipment, electrical equipment, electronic and optical equipment;
- Scientific research and experimental development of natural sciences and engineering;
- Other professional and scientific activities not elsewhere classified;

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

1. GENERAL INFORMATION (CONTINUED)**Operating industries and principal activities (Continued)**

- Construction of all types of houses, installation of electrical systems;
- Installation of water supply, drainage, heating, air conditioning and other construction systems;
- Mining of iron ore, other non-ferrous metals, rare metal ores;
- Trading of metals, metal ores; Short-term accommodation services;
- Restaurants and mobile catering services (excluding bars, karaoke rooms, dance halls, ...);
- Providing catering services under irregular contracts with customers (serving parties, meetings, weddings, ...);
- Other catering services (excluding bar business);
- Other specialized wholesale not elsewhere classified;
- General wholesale;
- Wholesale of fabrics; ready-made garments, footwear; Wholesale of electronic and telecommunications equipment and components; Wholesale of other household appliances, Wholesale of other materials and installation equipment in construction;
- Wholesale of solid, liquid, gaseous fuels and related products;
- Trading in real estate, land use rights owned, used or leased;
- Consulting, brokerage, real estate auction, land use rights auction;
- Other remaining business support activities not elsewhere classified;
- Architectural activities and related technical consultancy.

The main activities of the Corporation are the production and trading of motor vehicles, power engines and agricultural machinery.

Corporation's structure

As at 30 June 2025, the Corporation's affiliated units include:

No	Branch	Address	Accounting Method
1	Vietnam Engine and Agricultural Machinery Corporation - Ho Chi Minh Branch	No. 90 - 92 Tran Binh Trong, Cho Quan Ward, Ho Chi Minh City.	Dependent accounting
2	Vietnam Engine and Agricultural Machinery Corporation - Nghe An Branch	No. 284, Binh Minh Street, Cua Lo Ward, Nghe An Province.	Dependent accounting
3	VEAM Motor - Vietnam Engine and Agricultural Machinery Corporation - JSC	Quang Trung Ward, Thanh Hoa Province.	Independent accounting
4	Vietnam Engine and Agricultural Machinery Corporation - Casting Plant	Lot B15, Area B, Hiep Phuoc Industrial Park, Nguyen Van Tao Street, Hiep Phuoc Commune, Ho Chi Minh City.	Independent accounting

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

1. GENERAL INFORMATION (CONTINUED)**Corporation's structure (Continued)**

Details of the Corporation's subsidiaries and associates as at 30 June 2025 are as follows:

No.	Name of Subsidiaries/ Associated companies	Place of incorporation and operations	Proportion of ownership interest (%)	Proportion of voting rights (%)	Main activities
Subsidiaries					
1	Precision Equipment No.1 JSC	Hanoi	51.00	51.00	Manufacturing and trading of mechanical products, hydraulic pumps, water pumps, tools, molds and jigs,...
2	Pho Yen Mechanical JSC	Thai Nguyen	51.00	51.00	Manufacture of spare parts and accessories for engines.
3	Coloa Mechanical JSC	Hanoi	53.66	53.66	Road freight transport
4	VEAM Transport and Trading JSC	Hanoi	51.00	51.00	Passenger transport, road freight transport,...
5	Material And Complete Equipment Export-Import Corporation (i)	Hanoi	51.00	51.99	Wholesale of machinery, equipment and other spare parts
6	Machinery Spareparts No.1 JSC	Thai Nguyen	55.00	55.00	Manufacture and sale of materials and spare parts for motor vehicles
7	Tractor and Agricultural Machinery Co.Ltd	Hanoi	100.00	100.00	Manufacture of tractors and agricultural machines
8	Tran Hung Dao Mechanical Co., Ltd	Bac Ninh and Hanoi	100.00	100.00	Manufacture of agricultural and forestry machinery
9	Song Cong Diesel Limited Company	Thai Nguyen	100.00	100.00	Production of spare parts for agriculture, fisheries, and motor vehicle accessories
10	Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Dong Nai	100.00	100.00	Manufacture of engines and agricultural machinery
11	Research Institute Of Technology For Machinery	Hanoi	100.00	100.00	Research, application and technology transfer in the fields of materials, casting, heat treatment, mechanics and
12	Veam Korea Corporation	Korea	89.00	89.00	Exporting Korean products to the Vietnamese market
13	Vinh Mechanical JSC (ii)	Nghe An	49	59.93	Manufacturing mental structures
Associated companies					
1	Nakyc JSC	Ho Chi Minh City	49.00	49.00	Manufacture, purchase and sale of machinery, equipment and spare parts
2	An Giang Mechanical JSC	An Giang	47.41	47.41	Manufacture of other fabricated metal products not elsewhere classified
3	Veam Tay Ho Investment JSC	Hanoi	29.01	29.01	Construction of houses and offices; provision of public services for urban areas, houses and offices
4	Honda Vietnam Co. Ltd	Vinh Phuc	30.00	30.00	Manufacture, assembly and import of motorbikes and automobiles for sale and export
5	Toyota Motor Vietnam Co., Ltd	Vinh Phuc	20.00	20.00	Installation and manufacture of automobiles and automobile spare parts and provision of automobile warranty and repair services in Vietnam
6	Matexim Hai Phong JSC (iii)	Hai Phong	19.46	21.23	Passenger transport, wholesale of metals and metal ores

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

1. GENERAL INFORMATION (CONTINUED)

Corporation's structure (Continued)

Notes:

- (i) Material and Complete Equipment Export-Import Corporation is a subsidiary of the Corporation, as the Corporation holds a direct voting interest of 51.00% and an indirect voting interest of 0.99% through Song Cong Diesel Limited Corporation (a subsidiary in which the Corporation holds 100% of the voting rights). Accordingly, the Corporation's total voting interest in Material and Complete Equipment Export-Import Corporation is 51.99%.
- (ii) Vinh Mechanical Joint Stock Company is a subsidiary of the Corporation, with the Corporation holding a direct voting interest of 49.00% and an indirect voting interest of 10.93% through Machinery Spareparts No.1 joint stock company (a subsidiary in which the Corporation holds 55.00% of the voting rights). Therefore, the Corporation's total voting interest in Vinh Mechanical Joint stock company is 59.93%.
- (iii) Matexim Hai Phong Joint Stock Company is an associate of the Corporation, with the Corporation holding a direct voting interest of 19.46% and an indirect voting interest of 1.77% through Material and Complete Equipment Export-Import Corporation (a subsidiary in which the Corporation holds 51.99% of the voting rights). Therefore, the Corporation's total voting interest in Matexim Hai Phong Joint stock company is 21.23%.

Normal production and business cycle

The Corporation's normal production and business cycle is carried out within a period of no more than 12 months.

Statement on comparability of information in interim separate financial statements

Comparative figures on the interim balance sheet are figures on the audited separate financial statements for the financial year ended 31 December 2024. Comparative figures on the interim income statement and interim cash flow statement are figures on the reviewed interim separate financial statements for the period from 1 January 2024 to 30 June 2024.

2. FINANCIAL YEAR, APPLIED ACCOUNTING STANDARDS AND REGIMES

Financial year

The Corporation's financial year begins on 01 January and ends on 31 December. The interim separate financial statements for this period is prepared for the period from 01 January 2025 to 30 June 2025.

Applied accounting regime

The Corporation applied Vietnamese Accounting Standards, accounting regime for enterprises in accordance with Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC dated 21 March 2016, and circulars guiding the implementation of accounting standards of the Ministry of Finance in the preparation and presentation of interim separate financial statements.

Declaration of compliance with accounting standard and accounting regime

The Board of General Directors ensures to comply with the requirements of Vietnamese Accounting Standards, accounting regime for enterprises in accordance with Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC dated 21 March 2016, and circulars guiding the implementation of accounting standards of the Ministry of Finance in preparation of interim separate financial statements.

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

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**Accounting convention**

The interim separate financial statements are prepared and expressed in Vietnam Dong (VND) on an accrual basis (except for information relating to cash flows), 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 separate financial statements.

The separate financial statements are prepared on the basis of the consolidation of the financial statements of the affiliated units. Revenue and balances between affiliated units are eliminated when preparing the financial statements.

Users of these separate financial statements should read them together with the consolidated financial statements of the Corporation for the period ended 30 June 2025 to obtain complete information on the financial position as well as the results of operations and cash flows of the Corporation during the period.

Estimates

The preparation of interim separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of interim separate 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 interim separate financial statements and the reported amounts of revenues and expenses during 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

According to the provisions of Article 28 - Evaluation and recognition at fair value of the Accounting Law No. 88/2015/HQH13 approved on 20 November 2015 by the 13th National Assembly of the Socialist Republic of Vietnam at its 10th session, effective from 1 January 2017, assets and liabilities are evaluated and recognised at fair value at the end of the year. However, by the time of issuing this report, there is no guidance in applying the assessment and recognition at fair value; accordingly, the Board of Directors has considered and applied as follows:

- (a) *Monetary items denominated in foreign currencies are evaluated at the actual transaction exchange rate;*
- (b) *For assets and liabilities (other than items a and b above), the Corporation has no basis to reliably determine the value, so the Corporation is recording at original 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 Corporation comprise cash, cash equivalents, trade receivables, other receivables, deposits and financial investments.

Financial liabilities: At the date of initial recognition, financial liabilities are recognised at cost plus transaction costs that are directly attributable to the issuance of such financial liabilities. Financial liabilities include trade payables, other payables, and accrued expenses.

Subsequent measurement after initial recognition

Currently, Circular No. 210/2009/TT-BTC issued by the Ministry of Finance on 06 November 2009 ("Circular 210") and the current regulations have no specific guidance on determining the fair value of financial assets and financial liabilities.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and cash equivalents

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

Financial investments

Held to maturity investments

Held-to-maturity investments include investments that the Corporation has the intention and ability to hold until maturity, including term deposits.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable investment transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the interim separate income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.

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

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

Investments in subsidiaries, investments in associates

Investment in subsidiaries

Subsidiaries are companies over which the Corporation has control. Control is achieved when the Corporation has the power to govern the financial and operating policies of an investee Corporation so as to obtain benefits from its activities.

Investment in associates

An associate is an entity in which the Group has significant influence but which is not a subsidiary of the Group. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

The Corporation initially records its investments in subsidiaries and associates at cost. The Corporation recognizes in the interim separate income statement the distribution of accumulated net profits of the investee arising after the date of investment. Dividends and profits distributed in relation to the period before equitization are deducted from the carrying amount of the investment on the principle of prioritizing the distribution of the remaining profits of the current year before the distribution of profits of previous years.

Investments in subsidiaries, joint ventures and associates are presented in the interim separate balance sheet at cost less any provision for impairment (if any). Provision for impairment of investments is made when there is solid evidence that there is a decline in the value of these investments at the date of preparation of the interim separate financial statements.

Investments in subsidiaries and associates of the Corporation are revaluated at the time of equitization and are awaiting approval by competent authorities as prescribed.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Financial investments (Continued)*****Investment in equity instruments of other entities***

Investments in equity instruments of other entities reflect investments in equity instruments over which the Corporation have no control, joint control or significant influence over the investee.

Investments in equity instruments of other entities are reflected at cost less provisions for investment value reduction.

Provision for losses on investments in equity instruments of other entities is based on the losses of the investee from 23 January 2017 (the time the Corporation officially transformed into a joint stock company) to the date of preparing the financial statements, with the provision equal to the losses of the investee arising during this period multiplied by the ownership ratio of the Corporation in the investee.

Capital contributions to other entities of the Corporation were re-evaluated at the time of equitization and are awaiting approval by the competent authority as prescribed.

Capital grants

Capital support is support for subsidiaries and joint ventures under contracts with interest rates from 0%/year to 5%/year, determined at original cost less provisions for doubtful debts. Provision for doubtful debts of capital support and overdue capital support interest receivable of the Office of the Parent Company - The Corporation is set aside for doubtful debts in accordance with the current regulations.

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

The accounting method used by the Corporation to account for inventories is the perpetual inventory method. Inventories are determined on the basis of the lower of cost and net realizable value. The cost of inventories includes direct materials, direct labor and overheads (if any) that have been incurred in bringing the inventories to their present location and condition. The selling price of inventories is determined using the weighted average method. Net realizable value is determined by the estimated selling price less the estimated costs of completion and the costs of marketing, selling and distribution.

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

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

3. 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 based on the estimated useful life as follows:

	Estimated useful lives (Years)
Buildings, structures	03 - 25
Machinery, equipment	03 - 15
Means of transport, transmission equipment	05 - 10
Office equipment	03 - 10
Other fixed assets	04 - 08

The Corporation's tangible fixed assets were revalued at the time of equitization and are awaiting approval by the competent authority as prescribed.

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 separate income statement.

Intangible fixed assets and amortization

Land use rights

Intangible fixed assets represent the value of land use rights and are stated at original cost less accumulated depreciation. Land use rights are amortized using the straight-line method over the land use period, in which:

Address	Time of use
Land use rights at lot D, Area D1, Phu Thuong, Hanoi	50 years
Land use rights at 37 Nguyen Thai Binh, Ho Chi Minh City	In the process of granting land use right certificate
Land use rights at Veam Cua Lo Hotel	Long term

The Corporation's intangible fixed assets were revalued at the time of equitization and are awaiting approval from the competent authority as prescribed.

Other intangible fixed assets

Other intangible assets including computer software and the Corporation's Website copyright are stated at cost less accumulated amortization. Other intangible assets are amortized using the straight-line method over the useful life of the assets.

Property lease

A lease is classified as an operating lease when the lessor retains a significant portion of the rewards and is subject to the risks of ownership of the asset. Operating lease expenses are recognised in the interim separate income statement on a straight-line method over the lease term. Consideration received or receivables as an incentive to enter into an operating lease are also recognised on a straight-line method over the lease term.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Construction in progress

Properties in the course of construction for production, rental or administrative purposes, or for other purposes, are carried at cost. Cost includes costs that are necessary to form the assets in accordance with the Company's accounting policy. Depreciation of these assets, on the same basis as other assets, commences when the assets are ready for their intended use.

Prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments include prepaid land and office rent, brand value, scientific research project costs and other prepayments.

The brand value is recorded in the business identification minutes of the Corporation at the time of equitization and is awaiting approval from the competent authority in accordance with the regulations and is allocated to production and business costs within 10 years from the time the Corporation officially converts into a joint stock company.

Land and office rentals represent rentals that have been paid in advance. Prepaid rentals are allocated to the interim separate income statement on a straight-line method over the lease term.

Scientific research project costs are costs for research activities recorded as prepaid expenses and allocated to the interim separate income statement using the straight-line method within two years from the date of acceptance of the project costs.

Other prepayments include the value of tools and supplies awaiting allocation, fixed asset repair costs, building maintenance costs and other minor costs, which are considered to provide future economic benefits to the Corporation. These costs are capitalized as prepayments and are allocated to the interim separate income statement using the straight-line method in accordance with current regulations.

The Corporation's prepayments were revaluated at the time of equitization and are awaiting approval from the competent authority as prescribed.

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 Corporation, including accounts payable upon importation through consignee.
- 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.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Equity**

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

Profit distribution

Profit after tax is distributed to shareholders after deducting funds in accordance with the Charter of Corporation and regulations of the law which has been approved by the General Meeting of Shareholders.

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 recorded as liabilities when approved by the General Meeting of Shareholders, the dividend payment notice of the Board of Management of the Corporation and the dividend record date notice of the Vietnam Securities Depository and Clearing Corporation.

Revenue recognitionSales revenue

Revenue from sales is recognized when all five (5) following conditions are satisfied:

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

Service revenue

Revenue from a transaction involving the rendering of services is recognised when the outcome of such transaction can be measured reliably. Where a transaction involving the rendering of services is over several periods, revenue is recognised in the year based on the stage of completion of the transaction at the balance sheet date of that year. The outcome of a transaction involving the rendering of services is recognised when all four (4) of the following conditions are met:

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

Interest income is recognized on an accrual basis, based on the outstanding balances and the applicable interest rate.

Interest from investments is recognized when the Corporation is entitled to receive interest.

Foreign currencies

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

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Taxation**

Income tax expense represents the sum of the current income tax and deferred tax.

The tax currently payable is based on taxable profit for the period. Taxable profit differs from profit before tax as reported in the income statement because it excludes items that are never taxable or deductible.

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 the 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.

The related parties of the Corporation for the period from 01 January 2025 to 30 June 2025 are:

- Ministry of Industry and Trade: Shareholders account for 88.47% of the Corporation's charter capital;
- Subsidiaries and affiliates: as presented in Notes 1 - General information - Corporation's structure;
- Members of the Board of Management, Board of General Directors, Board of Supervisors: Key leaders;
- Me Linh Mechanical Engineering Company Limited - Subsidiary of the Institute of Technology - subsidiary of the Corporation.

4. CASH AND CASH EQUIVALENTS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Cash on hand	241,510,293	388,110,084
Demand deposits at bank	53,014,653,890	68,811,870,100
Cash equivalents (i)	96,163,728,768	77,036,820,963
Total	149,419,892,951	146,236,801,147

Notes:

- (i) As at 30 June 2025, cash equivalents represent deposits at commercial banks in Vietnamese Dong with original terms of less than 3 months and earning interest rates from 3.5%/year to 4.5%/year.

Lot D, Area D1, Phu Thuong Ward,
Hanoi, Vietnam

Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS

	Closing balance		Opening balance	
	Cost	Carrying amount	Cost	Carrying amount
	VND	VND	VND	VND
Held to maturity investments (i)				
Term deposits				
<i>Vietnam Bank for Agriculture and Rural Development</i>	710,000,000,000	710,000,000,000	1,541,000,000,000	1,541,000,000,000
<i>Vietnam Joint Stock Commercial Bank for Industry and Trade</i>	5,859,000,000,000	5,859,000,000,000	1,568,000,000,000	1,568,000,000,000
<i>Joint Stock Commercial Bank for Investment and Development of Vietnam</i>	7,704,000,000,000	7,704,000,000,000	6,293,000,000,000	6,293,000,000,000
<i>Joint Stock Commercial Bank for Foreign Trade of Vietnam</i>	478,000,000,000	478,000,000,000	57,000,000,000	57,000,000,000
<i>Ho Chi Minh City Development Joint Stock Commercial Bank</i>	67,600,000,000	67,600,000,000	81,930,000,000	81,930,000,000
<i>Saigon Thuong Tin Commercial Joint Stock Bank</i>	51,030,000,000	51,030,000,000	49,800,000,000	49,800,000,000
<i>Southeast Asia Commercial Joint Stock Bank</i>	-	-	2,380,000,000,000	2,380,000,000,000
<i>Others</i>	27,607,123,288	27,607,123,288	26,100,273,973	26,100,273,973
Total	14,897,237,123,288	14,897,237,123,288	11,996,830,273,973	11,996,830,273,973

Lot D, Area D1, Phu Thuong Ward,
Hanoi, Vietnam

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dated 22 December 2014 of the Ministry of Finance

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS (CONTINUED)

	Closing balance			Opening balance		
	Cost	Provision	Fair value	Cost	Provision	Fair value
	VND	VND	VND	VND	VND	VND
Investments in subsidiaries						
Precision Equipment No.1 JSC	50,015,670,456	-	(ii)	50,015,670,456	-	(ii)
Pho Yen Mechanical JSC	22,810,192,474	-	6,981,900,000	22,810,192,474	-	6,981,900,000
Coloa Mechanical JSC	295,794,759	-	(ii)	295,794,759	-	(ii)
VEAM Transport and Trading JSC	-	-	(ii)	-	-	(ii)
Materials and Complete Equipment JSC (iii)	127,576,996,194	-	(ii)	127,576,996,194	-	(ii)
Machinery Spareparts No.1 JSC	60,825,843,242	-	199,368,652,800	60,825,843,242	-	186,908,112,000
Tractor and Agricultural Machinery Co.Ltd	95,960,790,920	95,960,790,920	(ii)	95,960,790,920	95,960,790,920	(ii)
Tran Hung Dao Mechanical Co., Ltd (iv)	284,301,038,861	94,152,819,091	(ii)	284,301,038,861	94,597,242,388	(ii)
Song Cong Diesel Limited Company	1,489,915,335,079	-	(ii)	1,489,915,335,079	-	(ii)
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	347,000,000,000	10,683,452,836	(ii)	347,000,000,000	15,159,459,764	(ii)
Research Institute of Technology for Machinery	160,145,083,264	14,582,265,035	(ii)	160,145,083,264	14,437,738,798	(ii)
Veam Korea Corporation (v)	16,512,996,840	-	(ii)	16,512,996,840	-	(ii)
Vinh Mechanical JSC	759,808,788	759,808,788	(ii)	759,808,788	759,808,788	(ii)
Total	2,656,119,550,877	216,139,136,670		2,656,119,550,877	220,915,040,658	
Investment in joint-ventures and associates						
Nakyco JSC	10,550,698,651	10,550,698,651	(ii)	10,550,698,651	10,550,698,651	(ii)
An Giang Mechanical JSC	23,823,075,776	-	(ii)	23,823,075,776	-	(ii)
VEAM Tay Ho Investment JSC (vi)	9,467,051,066	-	(ii)	9,467,051,066	-	(ii)
Honda Vietnam Co. Ltd	359,311,428,087	-	(ii)	359,311,428,087	-	(ii)
Toyota Motor Vietnam Co., Ltd	287,776,054,812	-	(ii)	287,776,054,812	-	(ii)
Matexim Hai Phong JSC	16,169,762,788	-	(ii)	16,169,762,788	-	(ii)
Total	707,098,071,180	10,550,698,651	-	707,098,071,180	10,550,698,651	-
Investment in other entities						
Kumba JSC	11,001,060,828	-	(ii)	11,001,060,828	-	(ii)
Mekong Auto Corporation, Ltd.	-	-	(ii)	-	-	(ii)
Total	11,001,060,828	-	-	11,001,060,828	-	-

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS (CONTINUED)*Operational situation of subsidiaries, joint ventures and associates*

The operating results of subsidiaries, joint ventures, and associates for the first half of 2025 are as follows:

	Operating results	
	Current period	Prior period
Operational situation of subsidiaries		
Precision Equipment No.1 JSC	Gain	Gain
Pho Yen Mechanical JSC	Gain	Gain
Coloa Mechanical JSC	Gain	Gain
VEAM Transport and Trading JSC	Gain	Gain
Materials and Complete Equipment Import-Export JSC	Gain	Gain
Machinery Spareparts No.1 JSC	Gain	Gain
Tractor and Agricultural Machinery Co.,Ltd	Gain	Loss
Tran Hung Dao Mechanical Co., Ltd	Gain	Loss
Song Cong Diesel Limited Company	Gain	Gain
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Gain	Gain
Research Institute Of Technology For Machinery	Loss	Loss
Veam Korea Corporation	Loss	Loss
Vinh Mechanical JSC	Loss	Loss
Operational situation of associates		
Nakycos JSC	Loss	Loss
An Giang Mechanical JSC	Gain	Gain
VEAM Tay Ho Investment JSC	Gain	Gain
Honda Vietnam Co. Ltd	Gain	Gain
Toyota Motor Vietnam Co., Ltd	Gain	Gain
Matexim Hai Phong JSC	Loss	Loss
Operational situation of other entities		
Kumba JSC (vii)		
Mekong Auto Corporation, Ltd (vii)		

Notes:

- (i) As at 30 June 2025, short-term held-to-maturity investments represent deposits at commercial banks in Vietnamese Dong with original terms of more than 3 months and remaining terms of no more than 12 months from the end of the financial year and earning interest rates from 3.5%/year to 5.5%/year (as at 31 December 2024: from 4.2%/year to 8.8%/year);
- (ii) The Corporation has not determined the fair value of its capital contributions to other companies at the end of the financial year because current regulations do not provide specific guidance on determining the fair value of financial investments;

The trading price on the Upcom market of shares is determined as follows: For the Corporation's shares on the Upcom market, the fair value of the shares is the closing price listed on the stock market on the exchange date. In case the stock market does not trade on the exchange date, the fair value of the shares is the closing price of the previous trading session adjacent to the exchange date.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS (CONTINUED)

- (iii) The Corporation has not assessed the possibility of impairment of the investment in the Subsidiary - Material and Complete Equipment Export-Import Corporation ("Matexim") according to the qualified opinions in the audit report No. 06/2025/BCKT-CPA HANOI dated 10 February 2025 on Matexim's Financial statements in 2024, the excluded contents include interest expenses, depreciation, land rental of the Sponge Iron Factory which has ceased operations since 2015 and the Bac Kan Branch which are being reflected in the prepaid expenses and work in progress with a value of VND 481,868,382,941, as at 30 June 2025 is about VND 501,373,416,100.
- (iv) The Corporation has not made additional provision for financial investment losses for the investment in the Subsidiary - Tran Hung Dao Mechanical Company Limited ("VEAMTHD") according to the qualified opinions in Audit Report No. 98/2025/UHY-BCTC dated 20 February 2025 on VEAMTHD's 2024 Financial Statements, the exceptions include overdue receivables for which no provision for doubtful debts has been made with a value of about VND 40.1 billion, and unsold inventories with a value of VND 10 billion (mainly inventories arising before the time the Parent Company implemented equitization), whose net realizable value has not been determined to consider making provision for inventory devaluation, these values as at 30 June 2025 were approximately VND 43.2 billion and VND 16.1 billion, respectively.
- (v) According to the guidance in Clause 2, Article 2 and Clause 4, Article 3 of Circular 48/2019/TT-BTC of the Ministry of Finance dated 08 August 2019 guiding the provision of provisions, enterprises do not make risk provisions for overseas investments, therefore, the Corporation does not make financial investment losses for the investment in the Subsidiary - Veam Korea Corporation.
- (vi) The Corporation has contributed capital to VEAM Tay Ho Investment Joint Stock Company with land use rights at Lot D, Area D1, Phu Thuong Ward, Tay Ho District according to Business Registration Certificate No. 0103022083. However, the Corporation has acquired 5 office floors and is in the process of carrying out procedures to transfer land use rights to VEAM Tay Ho Investment Joint Stock Company;
- (vii) At the date of issuance of these interim financial statements, the Corporation has not yet collected the financial statements of Kumba Joint Stock Company and Mekong Auto Company Limited for the period from 01 January 2025 to 30 June 2025.

Investments in subsidiaries, associates and other units of the Corporation are revaluated at the time of equitization and are awaiting approval by competent authorities as prescribed.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

6. TRADE RECEIVABLES

	Closing balance		Opening balance	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Short-term trade receivables	35,100,588,829	12,499,544,263	29,260,523,510	12,501,544,263
STD, Inc. (USA)	6,447,874,379	6,447,874,379	6,447,874,379	6,447,874,379
Hyosung Vina Co., Ltd	4,361,192,015	-	3,052,624,222	-
Tranding investment of communication technology company limited	2,856,982,672	2,856,982,672	2,856,982,672	2,856,982,672
Others	21,434,539,763	3,194,687,212	16,903,042,237	3,196,687,212
b) Trade receivable from related parties	288,706,043,949	276,321,193,718	285,081,473,589	276,499,061,954
VEAM Transport and Trading JSC	64,099,339,995	64,099,339,995	64,099,339,995	64,099,339,995
Materials and Complete Equipment Export-Import JSC - Da Nang Branch	13,205,936,501	13,205,936,501	13,205,936,501	13,205,936,501
Tractor and Agricultural Machinery Co.Ltd	69,357,551,476	69,357,551,476	69,395,639,712	69,395,639,712
Tran Hung Dao Mechanical Co., Ltd	22,446,087,086	22,446,087,086	22,476,087,086	22,476,087,086
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	15,317,942,020	2,933,091,789	11,570,283,424	2,987,871,789
Mekong Auto Branch	2,172,222,000	2,172,222,000	2,172,222,000	2,172,222,000
Me Linh Mechanical One Member Co., Ltd (Research Institute of Technology for Machinery)	725,920,500	725,920,500	775,920,500	775,920,500
Vinh Mechanical JSC	5,967,364,958	5,967,364,958	5,967,364,958	5,967,364,958
Nakycos JSC	2,180,499,976	2,180,499,976	2,185,499,976	2,185,499,976
Matexim Hai Phong JSC and its branches	93,233,179,437	93,233,179,437	93,233,179,437	93,233,179,437
Cộng	323,806,632,778	288,820,737,981	314,341,997,099	289,000,606,217

7. ADVANCES TO SUPPLIERS

	Closing balance		Opening balance	
	Value	Provision	Value	Provision
a) Short-term advances to suppliers	6,324,742,992	1,700,000,000	4,056,418,840	1,700,000,000
Shandong Tangjun Ouling Automobile Manufacture Co., Ltd. (i)	1,700,000,000	1,700,000,000	1,700,000,000	1,700,000,000
Nam Anh Trading and Construction Consulting Design Co., Ltd	1,675,712,100	-	-	-
Other	2,949,030,892	-	2,356,418,840	-
b) Advances to suppliers from related parties	176,179,728,269	41,153,879,039	176,179,728,269	41,153,879,039
Branch of Mekong Auto Ltd (ii)	169,609,728,269	34,583,879,039	169,609,728,269	34,583,879,039
Matexim Hai Phong JSC -Quang Ninh Branch	6,500,000,000	6,500,000,000	6,500,000,000	6,500,000,000
Nakycos JSC	70,000,000	70,000,000	70,000,000	70,000,000
Total	182,504,471,261	42,853,879,039	180,236,147,109	42,853,879,039

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

7. ADVANCES TO SUPPLIERSNotes:

- (i) According to the Criminal Appeal Judgment No. 167/2023/HSPT dated 17 March 2023 of the High People's Court in Hanoi, the relevant individuals must compensate VEAM VND 9,000,000,000. In 2023, the Hanoi City Civil Judgment Enforcement Department transferred to the Corporation the amount of compensation paid by the relevant individuals of VND 7,300,000,000. The prepayment to Shandong Tangjun Ouling Automobile Manufacture Co., Ltd. was reduced in value corresponding to the amount of compensation paid by the relevant individuals.
- (ii) Including the advance payment to the Branch of Mekong Auto Company Limited ("MAC") under contract No. 16/2014/VEAM-Mekong Auto signed on 22 October 2014 in the amount of VND 134,589,036,240 and the advance payment for sample vehicles in the amount of VND 436,812,990. According to the contract, the Corporation will pay in advance the entire value of imported components to Mekong Auto Company Limited Branch according to the import documents so that the Branch of Mekong Auto Company Limited can assemble and sell to the Corporation 1,500 Changan brand light trucks Model SC1022DB4N4. The Corporation has paid the entire value of imported components to the Branch of Mekong Auto Company Limited and received 239 fully assembled vehicles; the remaining debt corresponds to the number of components that Mekong Auto Company Limited Branch has imported but has not yet delivered vehicles to the Corporation. The Corporation has filed a lawsuit against the Branch of Mekong Auto Company Limited and other related entities on 29 March 2023 and an amendment and supplement to the lawsuit on 16 November 2023 to the People's Court of Dong Anh District - Hanoi City. The Corporation has also paid the advance court fee according to the Notice dated 31 December 2024 of the People's Court of Dong Anh District.

According to the petition, the Corporation requests the competent Court of First Instance to declare Contract 16 and Order 15 invalid and resolve the consequences of the invalid Contract with the request that MAC must refund the Corporation the advance payment of Order 15 of VND 160,097,982,240, accepting the Corporation's refund to MAC the amount of VND 32,963,700,000 corresponding to 239 finished vehicles that the Corporation has received and delivered, thus after deduction, MAC must also refund the Corporation the amount of VND 127,134,282,240. At the same time, the Corporation has requested the Court to conduct an on-site appraisal and asset valuation of 1,261 sets of Changan vehicle components.

Regarding Contract 16 and Order 15, the Corporation also sued Saigon Thuong Tin Commercial Joint Stock Bank - Hanoi 8/3 Branch ("Sacombank"), requesting the competent Court of First Instance to declare the Mortgage Contract No. 0118102017/HDCC (VEAM mortgaged valuable papers with a total value of VND 150,000,000,000, including: Deposit Contract No. 020035491791/HDTG-SACOMBANK-VEAM; and Deposit Contract No. 020043150007/HDTG-SACOMBANK-VEAM to secure all obligations of the Branch of Mekong Auto Company Limited for Sales Contract No. 2017CA0220HB that this branch signed with partner Changan International Corporation to purchase 1,500 sets of components to assemble cars for Order 15. The Court opened a first-instance trial, the first hearing on 22 July 2025, regarding the invalidity of the Specialized Account Management Contract and the payment agreement by irrevocable letter of credit.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

8. OTHER RECEIVABLES

	Closing balance		Opening balance	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Other short-term receivables	6,951,177,259,930	636,948,350,963	3,718,608,180,933	639,654,282,580
<i>a1) Other short-term receivables from non-related parties</i>	<i>362,923,668,430</i>	<i>3,594,830,000</i>	<i>519,443,453,858</i>	<i>3,594,830,000</i>
Advances	1,157,942,269	-	964,576,478	-
Accrued interest receivable from deposits	333,791,943,543	-	490,569,735,940	-
Receivable from capitalization (i)	10,164,296,365	-	10,164,296,365	-
Contractor tax of VEAM-ZIBO contract (cabin) (ii)	957,390,582	-	957,390,582	-
Others	16,852,095,671	3,594,830,000	16,787,454,493	3,594,830,000
a2) Other receivables from related parties	6,588,253,591,500	633,353,520,963	3,199,164,727,075	636,059,452,580
<i>Capital support receivables</i>				
Coloa Mechanical JSC	300,000,000	300,000,000	1,071,460,000	1,071,460,000
VEAM Transport and Trading JSC	122,781,767,727	122,781,767,727	123,181,767,727	123,181,767,727
Materials and Complete Equipment Export-Import JSC	273,547,837,417	273,547,837,417	273,547,837,417	273,547,837,417
Tractor and Agricultural Machinery Co.Ltd	22,856,917,460	22,856,917,460	23,753,917,460	23,753,917,460
Vinh Mechanical JSC	8,471,938,310	8,471,938,310	8,471,938,310	8,471,938,310
Nakycy JSC	1,504,324,210	1,504,324,210	1,504,324,210	1,504,324,210
Matexim Hai Phong JSC	82,600,000,000	82,600,000,000	83,150,000,000	83,150,000,000
<i>Interest receivable on capital support (*)</i>				
Matexim Hai Phong JSC	34,234,914,328	32,887,947,904	34,234,914,328	32,887,947,904
Materials and Complete Equipment Export-Import JSC (Matexim)	30,929,912,783	30,929,912,783	30,929,912,783	30,929,912,783
VEAM Transport and Trading JSC (iii)	6,927,195,494	3,511,092,781	6,927,195,494	3,511,092,781
Vinh Mechanical JSC	4,834,068,084	4,438,175,567	4,834,068,084	4,269,590,958
Nakycy JSC	1,388,261,289	1,313,801,363	1,388,261,289	1,280,074,826
Coloa Mechanical JSC	2,500,921,363	2,411,213,607	2,500,921,363	2,370,996,370
Tractor and Agricultural Machinery Co.Ltd	4,079,344,048	-	4,079,344,048	-
<i>Dividends and profits receivable</i>				
Matexim Hai Phong JSC	1,868,256,000	1,868,256,000	1,868,256,000	1,868,256,000
Materials and Complete Equipment Export-Import JSC	22,266,600,000	22,266,600,000	22,266,600,000	22,266,600,000
Nakycy JSC	200,903,500	200,903,500	200,903,500	200,903,500
Honda Vietnam Co. Ltd	5,931,764,124,421	-	2,539,726,799,996	-
<i>Advance for scientific research</i>				
Tractor and Agricultural Machinery Co.Ltd	12,179,879,104	12,179,879,104	12,479,879,104	12,479,879,104
Tran Hung Dao Mechanical Co., Ltd	8,268,468,804	8,268,468,804	8,298,468,804	8,298,468,804
<i>Other receivables</i>				
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	13,733,472,732	-	13,733,472,732	-
Matexim Hai Phong JSC and its branches	977,380,322	977,380,322	977,380,322	977,380,322
Me Linh Mechanical One Member Co., Ltd	37,104,104	37,104,104	37,104,104	37,104,104
b) Other long-term receivables	28,000,000	-	28,000,000	-
Deposits, mortgages	28,000,000	-	28,000,000	-
Total	6,951,177,259,930	636,948,350,963	3,718,608,180,933	639,654,282,580

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

8. OTHER RECEIVABLES (CONTINUED)Notes:

- (*) In the years prior to 2014, the Corporation signed capital support contracts with its subsidiaries and associated joint ventures, and capital support interest was recognized up to 31 December 2014 (including additional capital support interest recorded in 2024 with the amount of VND 9,216,513,359 according to Inspection Conclusion No. 1538/KL-TTCT dated 7 July 2023 of the Government Inspectorate). Since 1 January 2015, the Parent Company has stopped recognizing capital support interest from these companies. The capital support interest arising in the period from 1 January 2015 to 30 June 2025 according to the terms of the contract is still monitored in detail by the Corporation according to regulations. The Corporation has not recorded the capital support interest for this period in financial revenue because according to the guidance at Point d, Clause 1 and Point b, Clause 3, Article 80 of Circular 200/2014/TT-BTC, the capital support interest arising in the period from 1 January 2015 to 30 June 2025 is not eligible to record financial revenue.
- (i) Receivables for equitization reflect expenses incurred in connection with the equitization process. This value may be adjusted upon final approval by the competent authority
- (ii) Receivables for contractor tax paid VND 957,390,582, according to the Criminal Appeal Judgment No. 167/2023/HSPT dated 17 March 2023 of the High People's Court in Hanoi, the Corporation is not required to pay this tax amount, therefore the Corporation will have the enforcement agency recover the amount from the tax authority.
- (iii) According to the Criminal Appeal Judgment No. 167/2023/HSPT dated 17 March 2023 of the High People's Court in Hanoi, the relevant individuals must compensate VEAM Transport and Trading Joint Stock Company (abbreviated as "VETRANCO") a total amount of VND 182,902,675,710. At the same time, VETRANCO is responsible for refunding the Corporation VND 137,851,530,220. The relevant individuals are making compensation and VETRANCO is continuing to repay the Corporation.
- (iv) Receivables for capital granted at Southern Agricultural Machinery and Engine Company Limited according to Resolution No. 63/NQ-HDQT dated 19 September 2018 and the Board of Directors' decision on adjusting the charter capital of Southern Agricultural Machinery and Engine Company Limited No. 42/QD-HDQT.

9. ASSETS AWAITING RESOLUTION

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Inventories	8,179,555,016	8,245,694,103
Fixed assets	597,281,949	597,281,949
Total (*)	8,776,836,965	8,842,976,052

Notes:

(*) Including the value of inventory and fixed assets missing during the inventory process:

- Inventory minutes dated 23 January 2017 (the date the Corporation officially converted into a joint stock company); Inventory minutes as of 31 December 2020 and Inventory Report No. 575/BC-KD&PTTT dated 9 September 2024 of the Parent Company Office. In which, the missing assets awaiting handling according to Inventory Report No. 575/BC-KD&PTTT dated 9 September 2024 have been handled by the Parent Company Office. Inventory and fixed assets at the Parent Company Office - The Corporation discovered a shortage: as of 30 June 2025 was VND 4,480,227,657 (as of 31 December 2024: VND 4,493,764,928).

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

9. ASSETS AWAITING RESOLUTION (CONTINUED)

(*) Including inventory value and fixed assets missing discovered during inventory count (continued):

- Minutes of the inventory dated 31 December 2019 and 31 December 2020, Inventory result report No. 38/BC-VM dated 7 February 2020 and Inventory result report No. 150A/BC-HDKK dated March 2, 2021, Inventory result report No. 01/BC-HDKK dated January 8, 2022 of the Inventory Council; Minutes of meeting No. 01/BB-VM dated January 10, 2022 on the inventory work in 2021; Inventory result report No. 01/BC-HDKK dated January 8, 2023 of the Inventory Council; Minutes of meeting No. 01/BB-VM dated 10 January 2023 on the inventory work in 2022 of VEAM Automobile Factory; Report on the results of the 2023 inventory No. 07A/BC-HDKK dated 23 January 2024 and Minutes of the meeting on the 2023 inventory No. 02A/BB-VM dated 23 January 2024 of Veam Automobile Factory. Inventory found to be missing at VEAM Automobile Factory - a branch of the Corporation as of 30 June 2025 with a value of VND 4,296,609,308 (as of 31 December 2024: VND 4,349,211,124)

Lot D, Area D1, Phu Thuong Ward,
Hanoi, Vietnam

Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

10. DOUBTFUL DEBTS

	Balance	Recoverable amount	Overdue time	Balance	Recoverable amount	Overdue time
	VND	VND	VND	VND	VND	
a) Trade accounts receivable	288,820,737,981	-		289,000,606,217	-	
VEAM Transport and Trading JSC	64,099,339,995	-	over 3 years	64,099,339,995	-	over 3 years
Materials and Complete Equipment	13,205,936,501	-	over 3 years	13,205,936,501	-	over 3 years
Export-Import JSC - Da Nang Branch						
Tractor and Agricultural Machinery Co.Ltd	69,357,551,476	-	over 3 years	69,395,639,712	-	over 3 years
Tran Hung Dao Mechanical Co., Ltd	22,446,087,086	-	over 3 years	22,476,087,086	-	over 3 years
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	2,933,091,789	-	over 3 years	2,987,871,789	-	over 3 years
Me Linh Mechanical Co., Ltd (Research Institute of Technology for Machinery)	725,920,500	-	over 3 years	775,920,500	-	over 3 years
Vinh Mechanical JSC	5,967,364,958	-	over 3 years	5,967,364,958	-	over 3 years
NAKYCO JSC	2,180,499,976	-	over 3 years	2,185,499,976	-	over 3 years
Matexim Hai Phong JSC and its branches	93,233,179,437	-	over 3 years	93,233,179,437	-	over 3 years
Mekong Auto Branch	2,172,222,000	-	over 3 years	2,172,222,000	-	over 3 years
Others	12,499,544,263	-	over 3 years	12,501,544,263	-	over 3 years
b) Short-term advances to suppliers	177,879,728,269	135,025,849,230		177,879,728,269	135,025,849,230	
Mekong Auto Branch	169,609,728,269	135,025,849,230	over 3 years	169,609,728,269	135,025,849,230	over 3 years
Matexim Hai Phong JSC Branch in Quang Ninh	6,500,000,000	-	over 3 years	6,500,000,000	-	over 3 years
Shandong Tangjun Ouling Automobile Manufacture Co., Ltd	1,700,000,000	-	over 3 years	1,700,000,000	-	over 3 years
Nakyco JSC	70,000,000	-	over 3 years	70,000,000	-	over 3 years
c) Other short-term receivables	646,350,824,347	9,402,473,384		649,299,284,347	9,645,001,767	
Tran Hung Dao Mechanical Co., Ltd	8,268,468,804	-	over 3 years	8,298,468,804	-	over 3 years
Tractor and Agricultural Machinery Co.Ltd	12,179,879,104	-	over 3 years	12,479,879,104	-	over 3 years
Materials and Complete Equipment JSC	22,266,600,000	-	over 3 years	22,266,600,000	-	over 3 years
Loan and loan interest receivables	596,957,402,513	9,402,473,384	over 3 years	599,575,862,513	9,645,001,767	over 3 years
Others	6,678,473,926	-	over 3 years	6,678,473,926	-	over 3 years
Total	1,113,051,290,597	144,428,322,614		1,116,179,618,833	144,670,850,997	

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

11. INVENTORIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
Goods in transit	48,248,093	-	48,248,093	-
Raw materials	86,569,570,158	(31,408,817,340)	77,525,186,455	(31,408,817,340)
Tool and supplies	38,541,840,679	(3,991,551,404)	38,793,902,279	(3,991,551,404)
Work in progress	30,439,243,433	-	21,112,637,029	-
Finished goods	827,014,493,960	(448,296,845,324)	825,602,215,038	(421,409,142,486)
Goods	159,439,223,407	(41,521,754,158)	160,166,355,710	(38,354,224,665)
Goods on consignment	41,614,521,439	(15,654,716,794)	52,803,668,055	(16,706,464,637)
Total	1,183,667,141,169	(540,873,685,020)	1,176,052,212,659	(511,870,200,532)

Notes:

(i) The value of the inventory impairment provision as at 30 June 2025 includes:

- Provision for inventory price reduction made based on the estimated selling price in the Certificate and Valuation Report in November 2023 is VND 85,180,975,110 (as of 31 December 2024 is VND 511,424,606,394), of which: at the Parent Company Office is VND 5,735,324,306, at Vietnam Engine and Agricultural Machinery Corporation - Motor Factor is VND 79,445,650,804.
- Provision for inventory price reduction made based on estimated selling price in the Certificate and Valuation Report of May 2025 at VEAM Motor Factor is VND 455,340,810,834.
- Provision for inventory devaluation is made based on the scrap selling price of the Vietnam Engine and Agricultural Machinery Corporation - Foundry Branch of VND 341,899,076 (at 31 December 2024, it is VND 445,594,138).

As of 30 June 2025, the Corporation has slow-moving inventory and signs of decline in value but has not yet made provision for inventory devaluation with the amount of VND 109,658,723,618 (at 31 December 2024, it is VND 123,718,501,313), of which:

- At the Parent Company's Office, it is VND 70,850,027,607 (at 31 December 2024, it is VND 70,856,245,957)
- At the Vietnam Engine and Agricultural Machinery Corporation - Motor Factor, it is VND 38,808,696,011 (at 31 December 2024, it is VND 52,862,255,056).

(iii) During the period, the Corporation reversed the inventory devaluation provision in the amount of VND 975,083,176 due to the sale of some slow-moving items for which inventory devaluation provisions had been made in previous periods and made additional inventory devaluation provisions in the amount of VND 29,978,567,664 based on the estimated selling prices in the certificate and valuation report No. 133/2025/0194/A dated 12 June 2025 issued by Vinacontrol Valuation JSC to Vietnam Engine and Agricultural Machinery Corporation - Motor Factor.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

12. PREPAID EXPENSES

	Closing balance	Opening balance
	VND	VND
Short-term	1,112,603,820	1,506,172,023
Tools and supplies	554,491,179	754,568,135
Insurance and fees	330,584,625	216,562,500
Others	227,528,016	535,041,388
Long-term	25,693,929,550	29,027,561,430
Land and office rental (i)	12,783,676,081	13,660,280,083
Brand values (ii)	4,885,796,943	6,430,714,263
Tools, equipment, transportation costs	4,258,565,286	3,996,394,281
Repairs and maintenance expenses	2,081,545,510	2,915,371,524
Others	1,684,345,730	2,024,801,279
Total	26,806,533,370	30,533,733,453

Notes:

- (i) Land rental includes land rental at office No. 90-92 Tran Binh Trong - Ho Chi Minh City until 15 April 2028; land rental and assets available on the land for a period of 12 months until 01 September 2025 according to economic contract No. 05/HDKT/TAMAC-VEAM/2024 signed on 27 September 2024 and prepaid land rental according to Land Sublease Contract No. 30/HDTD.05 dated 28 March 2005 between Tan Thuan Industrial Development Company and Vietnam Engine and Agricultural Machinery Corporation. This item has been transferred from Vietnam Engine and Agricultural Machinery Casting Company Limited and recorded by the Branch according to the Minutes of handover of assets formed after investment dated 20 September 2012 between the Corporation and the Branch.
- (ii) Represents the brand value of the Corporation which is included in the enterprise value upon equitization according to the results of determining the enterprise value for the purpose of enterprise equitization and is allocated over 10 years.

Lot D, Area D1, Phu Thuong Ward,
Hanoi, Vietnam

Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

13. INCREASE, DECREASE IN TANGIBLE FIXED ASSETS

	Buildings and structures	Machinery & equipment	Motor vehicles transmission	Office equipment	Other	Total
	VND	VND	VND	VND	VND	VND
COST						
Opening balance	600,482,044,894	741,375,671,251	35,671,461,221	5,616,165,571	1,850,800,000	1,384,996,142,937
- Purchase	-	334,259,260	-	-	-	334,259,260
Closing balance	600,482,044,894	741,709,930,511	35,671,461,221	5,616,165,571	1,850,800,000	1,385,330,402,197
ACCUMULATED DEPRECIATION						
Opening balance	354,105,909,299	650,947,801,694	32,342,491,366	5,551,474,274	1,850,800,000	1,044,798,476,633
- Charge for the period	12,087,483,624	9,565,452,771	540,768,033	10,781,868	-	22,204,486,296
Closing balance	366,193,392,923	660,513,254,465	32,883,259,399	5,562,256,142	1,850,800,000	1,067,002,962,929
NET BOOK VALUE						
Opening balance	246,376,135,595	90,427,869,557	3,328,969,855	64,691,297	-	340,197,666,304
Closing balance	234,288,651,971	81,196,676,046	2,788,201,822	53,909,429	-	318,327,439,268

The original cost of fixed assets that have been fully depreciated but are still in use as at 30 June 2025 is VND 578,140,259,590 (As at 31 December 2024, it is VND 503,075,361,046)

As of 30 June 2025, the original cost of temporarily unused damaged tangible fixed assets is VND 52,202,831,236 (remaining value: VND 6,779,102,488), the original cost of damaged fixed assets in use is VND 5,777,656,387 (remaining value: VND 69,600,797).

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

14. INCREASE, DECREASE IN INTANGIBLE FIXED ASSETS

	Land use rights	Computer software	Other	Total
	VND	VND	VND	VND
COST				
Opening balance	50,914,485,243	1,571,301,023	84,500,000	52,570,286,266
Closing balance	50,914,485,243	1,571,301,023	84,500,000	52,570,286,266
ACCUMULATED AMORTISATION				
Opening balance	2,438,012,556	1,571,301,023	84,500,000	4,093,813,579
Charge for the period	90,533,928			90,533,928
Closing balance	2,528,546,484	1,571,301,023	84,500,000	4,184,347,507
NET BOOK VALUE				
Opening balance	48,476,472,687	-	-	48,476,472,687
Closing balance	48,385,938,759	-	-	48,385,938,759

Notes:

(i) Intangible fixed assets include the value the of land use right of the land lot at 37 Nguyen Thai Binh, District 1, Ho Chi Minh City with an original cost of VND 10,262,436,326, which is in the process of applying for a land use right certificate.

(ii) The original cost of intangible fixed assets includes intangible fixed assets that have been fully depreciated but are still in use as of 30 June 2025 with a value of VND 1,655,801,023 (31 December 2024: VND 1,655,801,023).

15. CONSTRUCTION IN PROGRESS

	Closing balance	Opening balance
	VND	VND
VEAM Motor dormitory	159,363,000	159,363,000
Project Investment in manufacturing medium-sized four-wheel tractors (i)	53,507,597,654	53,507,597,654
Software investment costs and information technology infrastructure upgrade expenses and others	2,769,645,336	1,977,487,985
Total	56,436,605,990	55,644,448,639

Notes:

(i) The unfinished basic construction cost of the Medium-sized 4-wheel tractor manufacturing investment project represents the technology transfer royalty fee under Contract No. 02/VEAM-ISEKI/2016 signed on 5 July 2016 with ISEKI & CO., LTD with the amount of VND 56,529,995,370 for the Medium-sized 4-wheel tractor manufacturing investment project in Bim Son. The Corporation has been granted a certificate of registration for a technology transfer contract by the Ministry of Science and Technology under Official Dispatch No. 24/GCN-BKHCN dated 02 August 2016. According to Resolution No. 58/NQ-HĐQT dated 26 June 2020 of the Board of Directors, it was decided to assign the General Director of the Corporation to direct the implementation of work to continue evaluating the four-wheel tractor market (MK4B) in the direction of cooperation with professional market assessment consulting units to have a basis for investment decisions to develop and test the MK4B gearbox according to the design of Li - gasoline ISEKI to take advantage of the available mechanical production capacity of the units within the Corporation as well as external units to minimize the total production investment.

According to the Criminal Appeal Judgment No. 167/2023/HSPT dated 17 March 2023 of the High People's Court in Hanoi, the relevant individuals must compensate VEAM 48,943,720,130 VND, VEAM will be refunded the amount of contractor tax paid of 7,586,276,240 VND. The relevant individuals are making compensation. The basic construction investment cost of the Project "Investment in the production of medium-sized four-wheel tractors" has been reduced in value corresponding to the amount of compensation paid by the relevant individuals of about 3 billion VND.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

16. TRADE PAYABLES

	Closing balance		Opening balance	
	Value	Recoverable amount	Value	Recoverable amount
	VND	VND	VND	VND
a) Short-term trade payables	11,651,342,210	11,651,342,210	12,737,884,293	12,737,884,293
Luu Duong Trading Co., Ltd	1,480,885,768	1,480,885,768	1,228,369,500	1,228,369,500
An Suong Service and Trading Co., Ltd	1,081,644,700	1,081,644,700	-	-
Cao Bang Iron Company (Foundry No.1)	637,516,891	637,516,891	637,516,891	637,516,891
Others	8,451,294,851	8,451,294,851	10,871,997,902	10,871,997,902
b) Trade payables to related parties	39,880,313	39,880,313	188,760,777	188,760,777
Tractor and Agricultural Machinery Co.Ltd	20,980,332	20,980,332	17,388,836	17,388,836
Precision Equipment No.1 JSC	18,899,981	18,899,981	171,371,941	171,371,941
Total	11,691,222,523	11,691,222,523	12,926,645,070	12,926,645,070

17. ADVANCES FROM CUSTOMER

	Closing balance	Opening balance
	VND	VND
Huantao Automobile Co., Ltd	1,464,331,174	1,464,331,174
Viet Nam Electrical Mechanical JSC	945,560,441	945,560,441
Nguyen Gia Phat JSC	190,430,000	190,430,000
Kim Hoang Hao JSC - Da Nang Branch	137,611,100	137,611,100
Others	1,546,985,700	1,316,350,300
Total	4,284,918,415	4,054,283,015

18. TAXES AND AMOUNTS RECEIVABLE FROM/ PAYABLE TO THE STATE BUDGET

	Opening balance	Amount payable/ receivable in the period	Amount paid in the period	Closing balance
	VND	VND	VND	VND
Payables				
Value-added-tax payable	49,069,104	7,896,477,457	7,122,540,297	823,006,264
Value-added-tax payable related imported goods	-	5,145,015,149	5,145,015,149	-
Import, export tax	-	4,403,596,298	4,403,596,298	-
Corporate income tax	22,453,943,511	68,431,570,228	62,774,573,849	28,110,939,890
Personal income tax	3,445,192,836	15,354,900,690	14,948,509,771	3,851,583,755
Natural resource tax	2,759,400	30,413,000	26,665,200	6,507,200
Land tax, land rental	-	261,114,598	261,114,598	-
Other taxes	4,731,061,798	88,026,816	112,026,816	4,707,061,798
Fees, charges and other payables	-	8,000,000	8,000,000	-
Total	30,682,026,649	101,619,114,236	94,802,041,978	37,499,098,907
Receivables				
Personal income tax	259,147,795	144,354,888	230,369,248	345,162,155
Land tax, land rental	-	-	4,019,314	4,019,314
Total	259,147,795	144,354,888	234,388,562	349,181,469

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

19. SHORT-TERM ACCRUED EXPENSES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Commission expenses, maintenance costs	138,159,191	133,759,191
Transportation, insurance and storage costs (i)	9,785,496,579	9,785,496,579
Other accruals	2,239,958,244	1,566,559,315
Total	12,163,614,014	11,485,815,085

Notes:

- (i) The payable expenses related to the Truck Transportation Service Contract No. 20181230269/TCGc-VM dated 21 January 2019 between TCG Trading and Services Joint Stock Company and Vietnam Engine and Agricultural Machinery Corporation - Motor Factor. The Factory has sent Documents No. 11CV-NM dated 12 April 2021; No. 193/VM-KTDV-PT dated 31 May 2021; 77A/CV-VM dated 26 April 2022 to TCG Trading and Services Joint Stock Company regarding the completion of contractual obligations, however, up to the time of issuing this financial statement, the Vietnam Engine and Agricultural Machinery Corporation - Motor Factor has not received any response.

20. OTHER PAYABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Trade union fee	673,214,981	75,297,032
Insurances	416,917,829	-
Short-term mortgages, deposits received	12,167,009,979	11,602,738,139
Dividends or profits payables	4,825,457,216	5,156,840,064
Surplus of assets awaiting resolution (i)	20,261,688,227	20,271,884,625
Other payables	1,614,006,878	1,746,345,808
Total	39,958,295,110	38,853,105,668

Notes:

- (i) Surplus assets awaiting disposal are excess inventories of unknown causes discovered during the inventory process at VEAM Motor Factor - a branch of the Corporation according to the Inventory Minutes of 31 December 2019 and 31 December 2020, Inventory Results Report No. 38/BC-VM dated 7 February 2020 and Inventory Results Report No. 150A/BC-HDKK dated 2 March 2021, Inventory Results Report No. 01/BC-HDKK dated 8 January 2022 of the Inventory Council; Minutes of the meeting on inventory work in 2021 No. 01/BB-VM dated 10 January 2022; Inventory Results Report No. 01/BC-HDKK dated 9 January 2023 of the Inventory Council; Minutes of the meeting on inventory work in 2022 No. 01/BB-VM dated 10 January 2023 of Vietnam Engine and Agricultural Machinery Corporation - Motor Factor, however, does not include the value of surplus assets such as excess inventory materials and goods whose unit price cannot be determined, accordingly, they are not recorded in the value of surplus assets awaiting disposal.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

21. OWNER'S EQUITY

	Share capital	Retained earnings	Total
	VND	VND	VND
As at 01 January 2024	13,288,000,000,000	6,760,936,162,449	20,048,936,162,449
Profit for the prior year	-	6,253,402,216,678	6,253,402,216,678
Contribution to funds	-	(70,077,756,326)	(70,077,756,326)
Dividend distribution	-	(6,690,747,184,000)	(6,690,747,184,000)
As at 31 December 2024	13,288,000,000,000	6,253,513,438,801	19,541,513,438,801
Profit for the period	-	6,163,332,034,893	6,163,332,034,893
As at 30 June 2025	13,288,000,000,000	12,416,845,473,694	25,704,845,473,694

Share	Closing balance	Opening balance
	Share	Share
Number of shares sold public market	1,328,800,000	1,328,800,000
Common shares	1,328,800,000	1,328,800,000
Number of shares outstanding	1,328,800,000	1,328,800,000
Common shares	1,328,800,000	1,328,800,000

Common stock has a par value of VND 10,000/share.

Charter capital

According to the Certificate of Business Registration (amended for the eleventh time on 01 July 2024), the charter capital of the Corporation is VND 13,288,000,000,000 (31 December 2024: VND 13,288,000,000,000). As at 30 June 2025, the charter capital has been fully contributed by shareholders as follows:

	Closing balance		Opening balance	
	VND	%	VND	%
Ministry of Industry and Trade	11,755,829,660,000	88.47%	11,755,829,660,000	88.47%
Others	1,532,170,340,000	11.53%	1,532,170,340,000	11.53%
Total	13,288,000,000,000	100%	13,288,000,000,000	100%

22. OFF-BALANCE SHEET ITEMS

	Closing balance	Opening balance
Foreign currencies		
- USD	438,494.10	231,678.83

23. BUSINESS SEGMENTS AND GEOGRAPHICAL SEGMENTS

The main business of the Corporation is the trading of power machinery and agricultural machinery. During the period, the Corporation did not have any other significant business activities. Accordingly, the financial information presented in the interim separate balance sheet as of 30 June 2025 and the revenue and expenses presented in the interim separate income statement for the period from 01 January 2025 to 30 June 2025 are all related to the trading of power machinery and agricultural machinery. Revenue and cost of goods sold by each business activity are presented in Notes 24 and 25.

The Corporation does not have any business activities outside of Vietnam; therefore, the Corporation does not prepare business segment reports by any geographical area outside of Vietnam.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

24. REVENUE FROM GOODS SOLD AND SERVICE RENDERED

	Current period	Prior period
	VND	VND
Sales of merchandise	989,964,227	7,751,487,583
Sales of finished products	178,718,840,641	161,979,275,102
Sales of services	9,210,610,631	1,352,664,080
Others	63,780,800	-
Total	188,983,196,299	171,083,426,765
<i>Including: Revenue with related parties</i>	<i>23,562,094,788</i>	<i>36,527,581,538</i>
Deductions	38,400,000	-
Sales return	38,400,000	-
Net revenue from goods sold and service rendered	188,944,796,299	171,083,426,765

25. COST OF GOODS SOLD AND SERVICE RENDERED

	Current period	Prior period
	VND	VND
Cost of goods sold	820,820,818	7,746,261,849
Cost of finished products	155,198,253,154	142,129,998,842
Cost of services	4,469,215,232	507,586,492
Others	222,200,273	-
Expenses that exceed the norms	11,376,242,246	15,936,996,353
Provision for devaluation of inventories	29,107,179,550	(10,078,995,712)
Total	201,193,911,273	156,241,847,824

26. FINANCIAL INCOME

	Current period	Prior period
	VND	VND
Interest income from deposits	385,424,686,548	405,995,278,779
Interest income from capital support (i)	-	87,300,183
Dividends and profit sharing	5,933,405,730,421	5,139,662,186,293
Realized foreign exchange gain	756,953,872	949,814,456
Unrealized foreign exchange gain	11,316,419	3,804,774
Total	6,319,598,687,260	5,546,698,384,485
<i>Including: Financial income with related parties</i>	<i>5,933,405,730,421</i>	<i>5,139,749,486,476</i>

Notes:

- (i) During this period, the Corporation has not recorded any profit from capital support activities for its subsidiaries and associates. Profit from capital support activities arising from the above capital support activities is determined and recorded by the Corporation depending on the production and business situation of each subsidiary and associate with an interest rate of 0% - 5%/year.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

27. FINANCIAL EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Provision for/ (Reversal of) devaluation of investment losses	(4,775,903,988)	(1,067,462,717)
Foreign exchange difference loss	131,081,035	9,527,295
Total	(4,644,822,953)	(1,057,935,422)

28. SELLING EXPENSES, GENERAL AND ADMINISTRATIVE EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Selling expenses		
Labour expenses	3,373,339,318	3,036,432,153
Material, packing cost	208,325,420	709,033,995
Depreciation and amortisation	213,590,265	258,152,052
Provision for/(Reversal of) provision for warranty	57,362,652	84,494,207
Out-sourced services	2,312,806,793	1,660,607,040
Other monetary expenses	3,783,429,530	4,256,705,349
Total	9,948,853,978	10,005,424,796
General and administrative expenses		
Labour expenses	46,682,307,457	38,978,485,953
Administrative supplies expenses	643,651,243	493,969,098
Depreciation and amortisation	5,589,833,360	5,660,621,240
Provision for/(Reversal of) doubtful debts	(2,885,799,853)	(5,294,907,826)
Out-sourced services	3,976,649,591	5,945,112,333
Other monetary expenses	15,971,903,409	10,914,447,427
Total	69,978,545,207	56,697,728,225

29. OTHER INCOMES

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Compensation received, damages recovered, contract penalties	229,670,657	2,246,737,747
Others	384,797,691	66,651,391
Total	614,468,348	2,313,389,138

30. OTHER EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Depreciation expenses of unused fixed assets	867,812,808	799,121,898
Fines for tax, administrative violations	19,079,072	364,322,996
Others	30,967,401	70,179,629
Total	917,859,281	1,233,624,523

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

31. OPERATING EXPENSES BY NATURE

	Current period	Prior period
	VND	VND
Raw material costs	117,833,156,436	74,671,429,602
Labour costs	73,218,899,824	63,231,955,901
Depreciation and amortisation	22,295,020,224	24,186,579,917
Provisions	26,218,919,722	(15,373,903,538)
Out-sourced services	19,102,537,043	20,090,180,713
Other monetary expenses	22,124,433,099	23,541,349,698
Total	280,792,966,348	190,347,592,293

32. CURRENT CORPORATE INCOME TAX EXPENSE

	Current period	Prior period
	VND	VND
Current corporate income tax rate of offices and branches with dependent accounting	65,607,176,260	72,091,634,451
Corporate income tax of VEAM Motor Factory	-	-
Corporate income tax of VEAM Foundry	2,824,393,968	2,170,637,330
Current corporate income tax expense	68,431,570,228	74,262,271,781

33. OPERATING LEASE COMMITMENTS

	Current period	Prior period
	VND	VND
Minimum operating lease expenses recognized in the income statement for the period (i)	1,611,550,805	746,296,260

Note:

(i) Operating lease payments and allocations represent the total rentals for office and warehouse space at the following locations:

- Office lease at 90-92 Tran Binh Trong, HCM under Economic Contract No. 03/HDKT/2008 signed on 04 August 2008 and Appendix dated 08 December 2010 with Southern Agricultural Machinery and Engine Company Limited, lease term of 20 years from 15 April 2008. The one-time rental payment is VND 30,645,000,000.
- Land and property lease at Tien Son Industrial Park, Bac Ninh under Economic Contract No. 05/HDKT/TAMAC-VEAM/2024 signed on 27 September 2024. Lessor: Southern Agricultural Machinery and Engine Company Limited, lease term of 12 months to 1 September 2025, rental price VND 1,794,000,000/year.
- Warehouse rental at Group 22, Dong Anh Town, Hanoi under contract No. 1512/HD-VEAM-CPLOA signed on 15 December 2023 and Appendix No. 001/2024/VEAM-CLOA dated 31 December 2024. Lessor: Co Loa Mechanical Joint Stock Company, lease term of 24.5 months until 31 December 2025, rental price of VND 78,540,000/year.
- Warehouse rental at Quarter 1, Binh Da Ward, Bien Hoa, Dong Nai under contract No. 001/HD-VEAM/SVEAM/2025 signed on 31 December 2024. Lessor: Southern Agricultural Machinery and Engine Company Limited, lease term 12 months until 31 December 2025, rental price 99,600,000 VND/year.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

33. OPERATING LEASE COMMITMENTS (CONTINUED)

As of 30 June 2025, the Corporation has non-cancelable operating lease commitments with payment schedules as follows:

	Current period	Prior period
	VND	VND
Within one year	354,343,182	1,258,272,727
Cộng	354,343,182	1,258,272,727

34. TRANSACTIONS WITH RELATED PARTIES

	From 01 January 2025 to 30 June 2025	From 01 January 2024 to 30 June 2024
	VND	VND
Purchase from related parties	3,117,757,100	1,092,636,229
Coloa Mechanical JSC	35,700,000	35,700,000
Tractor and Agricultural Machinery Co.Ltd	854,356,672	106,088,919
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	49,800,000	300,000,000
VEAM Tay Ho Investment JSC	831,536,832	630,393,382
Precision Equipment No.1 JSC	1,170,664,196	-
VEAM Transport and Trading JSC	33,699,400	20,453,928
Revenue with related parties	23,562,094,788	36,527,581,538
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	23,213,166,610	29,714,653,969
VEAM Transport and Trading JSC	348,928,178	174,935,564
Pho Yen Mechanical JSC	-	5,344,779,505
Machinery Spareparts No.1 JSC	-	1,205,497,500
An Giang Mechanical JSC	-	87,715,000
Shared profits, dividends	5,933,405,730,421	5,139,662,186,293
Honda Vietnam Co. Ltd	5,931,764,124,421	5,079,453,599,993
Precision Equipment No.1 JSC	1,370,880,000	-
Pho Yen Mechanical JSC	-	37,740,000,000
Machinery Spareparts No.1 JSC	-	14,407,500,300
An Giang Mechanical JSC	-	7,790,360,000
VEAM Tay Ho Investment JSC	270,726,000	270,726,000
Capital support interest income	-	87,300,183
Vinh Mechanical JSC	-	63,365,456
Coloa Mechanical JSC	-	12,683,206
Nakyc Co JSC	-	11,251,521

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

34. TRANSACTIONS WITH RELATED PARTIES (CONTINUED)

	From 01 January 2025 to 30 June 2025	From 01 January 2024 to 30 June 2024
	VND	VND
Cash paid for purchases	142,000,000	1,794,000,000
Coloa Mechanical JSC	142,000,000	-
Tractor and Agricultural Machinery Co.Ltd	-	1,794,000,000
Cash received from sales of goods and rendering of services	22,097,044,675	33,956,242,703
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	21,732,044,675	23,021,595,562
VEAM Transport and Trading JSC	360,000,000	1,310,983,635
Nakycs JSC	5,000,000	-
An Giang Mechanical JSC	-	96,486,500
Pho Yen Mechanical JSC	-	7,752,852,256
Machinery Spareparts No.1 JSC	-	1,774,324,750
	-	-
Dividends and profits received	2,541,368,405,996	2,922,490,726,000
Honda Vietnam Co. Ltd	2,539,726,799,996	2,922,220,000,000
Precision Equipment No.1 JSC	1,370,880,000	-
VEAM Tay Ho Investment JSC	270,726,000	270,726,000
	-	-
Cash received from principal of capital support	1,982,190,000	1,864,486,145
Coloa Mechanical JSC	732,190,000	100,000,000
VEAM Transport and Trading JSC	400,000,000	1,464,486,145
Tractor and Agricultural Machinery Co.Ltd	300,000,000	-
Matexim Hai Phong JSC	550,000,000	300,000,000

35. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE INTERIM SEPARATE CASH FLOW STATEMENT**Additional information for non-monetary items**

Interest earned, dividends and profits received: do not include unpaid differences at the end of the accounting period related to accrued interest, capital support interest, dividends, and distributed profits. Therefore, the amount presented in the item "Interest earned, dividends and profits received" reflects the actual amount received during the period.

Cash recovered from lending, selling debt instruments of other entities: do not include VND 636,270,000, which is the amount of principal recovered from capital support offset with payables. Therefore, a corresponding amount has been adjusted on Increase, (decrease) in payables (excluding accrued loan interest and corporate income tax payable).

36. ADDITIONAL INFORMATION**Equitization settlement**

The financial statements are prepared for the period from 1 January 2025 to 30 June 2025, excluding adjustments (if any) related to the equitization settlement of the Parent Corporation - Corporation because the Corporation has not yet had the minutes of approval of the equitization settlement from the competent authorities on the date the Parent Corporation - Corporation officially converted into a Joint Stock Corporation. At the same time, the leased land lots in the entire Corporation are being reviewed to re-sign the land lease contracts when the Corporation converts from a One Member Limited Liability Corporation to a Joint Stock Corporation with the competent authorities.

NOTE TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

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

36. ADDITIONAL INFORMATION (CONTINUED)**Dividends and profit distribution**

On 29 May 2025, the Board of Directors submitted Document No. 368/TTr-HĐQT to the 2025 Annual General Meeting of Shareholders on profit distribution for 2024: dividend payment of VND 6,189,656,704,000; deductions from the manager's reward fund and employee reward and welfare fund with the amounts of VND 1,331,042,339 and VND 62,518,231,493 respectively; currently, the Ministry of Industry and Trade has not yet commented on the approval of the 2024 profit distribution plan, so the Board of Directors has proposed that the General Meeting of Shareholders authorize the Board of Directors to distribute profits according to the opinion of the Ministry of Industry and Trade. The General Meeting of Shareholders of the Corporation has approved the profit distribution plan according to the proposal No. 368/TTr-HĐQT under Resolution No. 02/NQ-ĐHĐCĐ dated 20 June 2025.

Other information

The Corporation is implementing the conclusions in Inspection Conclusion No. 1538/KL-TTCTP dated 7 July 2023 of the Government Inspectorate and Conclusion No. 3202/KL-BCT dated 8 May 2019 of the Ministry of Industry and Trade. In the coming time, the Corporation will continue to accelerate the implementation progress according to the above conclusions and periodically report the implementation progress and difficulties to the superior agencies.

Pursuant to the Criminal Appeal Judgment No. 167/2023/HSPT dated 17 March 2023 of the High People's Court in Hanoi and the Criminal First Instance Judgment No. 159/2022/HS-ST dated 24 May 2022 of the People's Court of Hanoi City (details presented in Notes No. 7, 8, 15), in the coming time, the Corporation will continue to coordinate with the Civil Judgment Enforcement Department of Hanoi City to have a basis to accelerate the recovery of the entire amount according to the above Judgments.

According to the Criminal Appeal Judgment No. 855/2023/HS-PT dated 15 November 2023 of the High People's Court in Hanoi and the Criminal First Instance Judgment No. 234/2023/HS-ST dated 12 June 2023 of the People's Court of Hanoi, individuals involved in the illegal sale and purchase of discounted cars; illegal purchase of inner tubes, tires, and fairings must compensate VEAM Automobile Factory with the amounts of VND 55,673,446,360 and VND 16,828,878,687, respectively, forcing the individuals involved to return to VEAM Automobile Factory the amounts of VND 2,417,298,653 and VND 1,468,609,133, respectively. At the same time, from the date of the judgment enforcement request of the judgment debtor until the completion of all amounts, the judgment debtor must also pay monthly interest on the remaining amount to be enforced at the basic interest rate announced by the State Bank corresponding to the late payment period at the time of payment. Accordingly, on 23 January 2024, the Director of Veam Automobile Factory sent the Hanoi City Civil Judgment Enforcement Department a request for judgment enforcement with the contents of the above-mentioned Judgments. The Corporation has not yet recorded the receivables according to the judgment results and the corresponding late payment interest according to the principle of prudence because the time of collection of this receivable debt has not been determined.

VEAM Motor Factor is using the leased land plot in Bac Son Ward, Bim Son Town, Thanh Hoa Province under Contract No. 212/HD/TD dated 18 December 2006 between the Corporation and the People's Committee of Thanh Hoa Province for business purposes from 2004 to 2054. The total area of the leased land is 288,804.9 m². Under these contracts, VEAM Automobile Factory must pay annual land rent until the contract expires according to current State regulations.



Nguyễn Hoàng Giang
General Director
Hanoi, 26 August 2025

Vu Phong Hai
Person in charge of Accounting

Bui Tuan Anh
Preparer