

**VIETNAM NATIONAL SEED GROUP JOINT STOCK COMPANY**

No. 01 Luong Dinh Cua Street, Phuong Mai Ward, Dong Da District, Hanoi City  
-----



**INTERIM CONSOLIDATED FINANCIAL  
STATEMENTS**

**As at December 31, 2024**

**INTERIM CONSOLIDATED BALANCE SHEET**

As at December 31, 2024

Currency: VND

Assets	Code	December 31, 2024	December 31, 2023
<b>A – CURRENT ASSETS</b> (100=110+120+130+140+150)	<b>100</b>	<b>1.291.843.817.925</b>	<b>1.366.015.856.357</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>278.670.806.878</b>	<b>478.493.214.743</b>
1. Cash	111	263.170.806.878	359.193.214.743
2. Cash equivalents	112	15.500.000.000	119.300.000.000
<b>II. Short-term financial investments</b>	<b>120</b>	<b>2.027.221.918</b>	<b>60.000.000.000</b>
1. Held-to-maturity investments	123	2.027.221.918	60.000.000.000
<b>III. Short-term receivables</b>	<b>130</b>	<b>445.695.142.290</b>	<b>378.523.100.222</b>
1. Short-term receivables of customers	131	274.025.451.510	221.735.490.360
2. Short-term advances to suppliers	132	52.899.443.034	37.320.500.215
3. Short-term loan receivable	135	100.000.000.000	100.000.000.000
4. Other short-term receivables	136	20.513.825.774	21.243.624.313
5. Provision for doubtful short-term receivables (*)	137	(1.743.578.028)	(1.776.514.666)
<b>IV. Inventory</b>	<b>140</b>	<b>553.662.512.419</b>	<b>438.153.645.141</b>
1. Inventory	141	561.973.732.061	445.995.047.831
2. Provision for obsolete inventories (*)	149	(8.311.219.642)	(7.841.402.690)
<b>V. Other current assets</b>	<b>150</b>	<b>11.788.134.420</b>	<b>10.845.896.251</b>
1. Short-term prepaid expenses	151	2.634.386.996	5.824.558.856
2. Value-added tax deductible	152	7.029.496.561	2.456.787.710
3. Tax and other receivables from the State	153	2.124.250.863	2.564.549.685
<b>B – NON-CURRENT ASSETS</b> (200=210+220+230+240+250+260)	<b>200</b>	<b>862.139.348.943</b>	<b>855.149.036.315</b>
<b>I. Long-term receivables</b>	<b>210</b>	<b>817.288.150</b>	
1. Other long-term receivables	216	2.114.960.000	
2. Provision for doubtful long-term receivables (*)	219	(1.297.671.850)	
<b>II. Fixed assets</b>	<b>220</b>	<b>767.788.543.772</b>	<b>742.942.954.919</b>
<b>1. Tangible fixed assets</b>	<b>221</b>	<b>546.870.342.573</b>	<b>523.176.916.064</b>
- Cost	222	997.780.553.784	923.514.523.187
- Accumulated depreciation (*)	223	(450.910.211.211)	(400.337.607.123)
<b>2. Intangible fixed assets</b>	<b>227</b>	<b>220.918.201.199</b>	<b>219.766.038.855</b>
- Cost	228	270.614.585.343	264.407.935.393
- Accumulated depreciation (*)	229	(49.696.384.144)	(44.641.896.538)
<b>III. Investment properties</b>	<b>230</b>	<b>10.832.299.274</b>	<b>10.584.021.116</b>
- Cost	231	14.808.361.147	13.350.617.119
- Accumulated depreciation (*)	232	(3.976.061.873)	(2.766.596.003)
<b>IV. Long-term assets in progress</b>	<b>240</b>	<b>10.580.075.582</b>	<b>7.733.246.245</b>
2. Construction in progress	242	10.580.075.582	7.733.246.245
<b>V. Long-term investments</b>	<b>250</b>	<b>26.061.735.380</b>	<b>26.061.735.380</b>
1. Investment in other entities	253	26.061.735.380	26.061.735.380
<b>VI. Other long-term assets</b>	<b>260</b>	<b>46.059.406.785</b>	<b>67.827.078.655</b>
1. Long-term prepaid expenses	261	29.267.126.850	31.000.731.051
2. Deferred tax assets	262	10.158.099.977	6.942.494.762
4. Other long-term assets	268	824.714.000	786.116.230
5. Goodwill	269	5.809.465.958	29.097.736.612
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>	<b>2.153.983.166.868</b>	<b>2.221.164.892.672</b>



## INTERIM CONSOLIDATED BALANCE SHEET

As at December 31, 2024

Resources	Code	December 31, 2024	December 31, 2023
<b>C - LIABILITIES (300=310+330)</b>	<b>300</b>	<b>633.338.272.439</b>	<b>775.029.726.630</b>
<b>I. Current liabilities</b>	<b>310</b>	<b>600.703.578.021</b>	<b>742.914.024.178</b>
1. Short-term trade payables	311	121.338.285.806	128.719.616.999
2. Short-term advances from customers	312	19.656.585.328	15.093.199.607
3. Statutory obligations	313	21.621.037.105	23.620.530.853
4. Payables to employees	314	28.814.530.264	21.637.130.952
5. Short-term accrued expenses	315	14.637.945.284	20.144.933.061
6. Short-term unearned revenue	318	320.192.727	
7. Short-term other payables	319	173.561.922.926	194.183.399.442
8. Short-term loan and borrowings	320	195.464.591.706	315.821.580.222
9. Bonus and welfare funds	322	25.288.486.875	23.693.633.042
<b>II. Non-current liabilities</b>	<b>330</b>	<b>32.634.694.418</b>	<b>32.115.702.452</b>
1. Other long-term payables	337	1.273.495.800	742.964.000
2. Deferred tax liabilities	341	31.361.198.618	31.372.738.452
<b>D – OWNERS' EQUITY (400=410+430)</b>	<b>400</b>	<b>1.520.644.894.429</b>	<b>1.446.135.166.042</b>
<b>I. Capital</b>	<b>410</b>	<b>1.520.644.894.429</b>	<b>1.446.135.166.042</b>
1. Contributed charter capital	411	175.869.880.000	175.869.880.000
- Shares with voting rights	411A	175.869.880.000	175.869.880.000
2. Share premium	412	331.245.527.850	331.245.527.850
3. Other owners' capital	414	7.958.080.000	
4. Treasury share (*)	415	(50.000.000)	(50.000.000)
5. Investment and Development fund	418	553.630.432.503	509.428.844.839
6. Undistributed earnings	421	358.190.126.068	339.877.961.131
- Undistributed earnings by the end of prior years	421A	162.073.439.403	117.227.833.537
- Undistributed earnings of current year	421B	196.116.686.665	222.650.127.594
7. Non-controlling interests	429	93.800.848.008	89.762.952.222
<b>II. Funding and other funds</b>	<b>430</b>	-	
<b>TOTAL LIABILITIES AND OWNERS' EQUITY (440=300+400)</b>	<b>440</b>	<b>2.153.983.166.868</b>	<b>2.221.164.892.672</b>

January 20, 2024

Preparer

Chief Accountant

General Director



Nguyen Thi Nhu Quynh



Phan The Ty



Nguyen Quang Truong



## INTERIM CONSOLIDATED INCOME STATEMENT

From 01/10/2024 to 31/12/2024

Unit: VND

Code	Items	This quarter		Cumulative from the beginning of the period to the end of reporting period	
		This year	Previous year	This year	Previous year
1	1. Revenue from sale of goods and rendering of services	1.020.676.333.537	808.753.972.872	2.595.431.139.222	2.206.476.770.842
2	2. Deductions	51.609.329.997	28.358.439.353	146.734.871.264	170.999.979.496
10	<b>3. Net revenue from sale of goods and rendering of services</b>	<b>969.067.003.540</b>	<b>780.395.533.519</b>	<b>2.448.696.267.958</b>	<b>2.035.476.791.346</b>
11	4. Cost of goods sold and services rendered	675.754.997.588	524.601.394.296	1.721.854.359.311	1.400.798.894.435
20	<b>5. Gross profit from sale of goods and rendering of services</b>	<b>293.312.005.952</b>	<b>255.794.139.223</b>	<b>726.841.908.647</b>	<b>634.677.896.911</b>
21	6. Finance income	3.864.006.473	3.902.604.305	19.021.593.171	14.736.850.853
22	7. Financial expenses	13.515.653.669	11.232.411.459	39.599.952.400	37.653.156.001
23	In which: Interest expenses	4.138.394.210	3.555.866.596	17.890.185.178	19.089.991.819
25	<b>8. Selling expenses</b>	<b>94.231.297.790</b>	<b>68.722.839.770</b>	<b>235.713.205.972</b>	<b>182.485.542.605</b>
26	<b>9. General and administrative expenses</b>	<b>73.743.798.955</b>	<b>61.784.124.578</b>	<b>197.320.424.073</b>	<b>172.754.587.443</b>
30	<b>10. Operating profit</b>	<b>115.685.262.011</b>	<b>117.957.367.721</b>	<b>273.229.919.373</b>	<b>256.521.461.715</b>
31	11. Other incomes	705.668.519	11.622.782.177	1.472.494.620	13.048.543.014
32	12. Other expenses	-435.595.337	2.223.681.993	2.933.191.817	2.816.911.382
40	<b>13. Other Profits</b>	<b>1.141.263.856</b>	<b>9.399.100.184</b>	<b>(1.460.697.197)</b>	<b>10.231.631.632</b>
50	<b>14. Accounting profit before tax</b>	<b>116.826.525.867</b>	<b>127.356.467.905</b>	<b>271.769.222.176</b>	<b>266.753.093.347</b>
51	15. Current corporate income tax expense	27.987.991.717	20.700.673.680	49.531.864.970	37.676.154.460
52	16. Deferred tax expense/(income)	(4.621.757.239)	(2.001.250.221)	(3.227.145.046)	(1.051.574.335)
60	<b>17. Net profit after tax</b>	<b>93.460.291.389</b>	<b>108.657.044.446</b>	<b>225.464.502.252</b>	<b>230.128.513.222</b>



# INTERIM CONSOLIDATED INCOME STATEMENT

From 01/10/2024 to 31/12/2024

Unit: VND

Code	QUOTA	This quarter		Cumulative	
		This year	Previous year	This year	Previous year
61	18. Net profit after tax attributable to shareholders of the parent	90.375.538.884	105.205.308.254	217.835.759.109	223.527.738.594
62	19. Net profit after tax attributable to non-controlling interests	3.084.752.505	3.451.736.192	7.628.743.143	6.600.774.628
70	20. Basic earnings per share	4.282	5.986	11.491	11.389
71	21. Diluted earnings per share	4.282	5.986	11.491	11.389

January 20, 2024

Preparer



Nguyen Thi Nhu Quynh

Chief Accountant



Phan The Ty

General Director



Nguyen Quang Truong

**INTERIM CONSOLIDATED CASH FLOW STATEMENT**

As at December 31, 2024

Unit: VND

Code	Items	Notes	This year	Previous year
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
1	<b>Profit before tax</b>		271.769.222.176	266.753.093.347
	<i>Adjustments for:</i>			
2	Depreciation of fixed assets and amortisation of intangible fixed assets (including amortization of goodwill)		78.162.384.858	74.046.710.337
3	(Reversal of provision)/provisions		1.734.552.164	(7.464.442.565)
4	Foreign exchange gains arisen from revaluation of monetary accounts denominated in foreign currency		(862.099.200)	(1.648.771.670)
5	Profits from investing activities		(13.532.835.541)	(23.201.971.389)
6	Interest expenses		17.890.185.178	19.089.991.819
8	<b>Operating profit before changes in working capital</b>		<b>355.161.409.635</b>	<b>327.574.609.879</b>
9	Decrease/(increase) in receivables		(78.139.183.959)	13.637.438.716
10	Increase in inventories		(115.978.684.249)	33.251.827.822
11	Increase in payables		(42.652.871.201)	(11.945.270.782)
12	(Decrease)/ Increase in prepaid expenses		4.948.926.400	(5.492.779.513)
13	Decrease in held-for-trading securities			
14	Interest paid		(18.069.825.669)	(17.346.809.162)
15	Corporate income tax paid		(53.112.541.690)	(18.281.349.150)
17	Other cash outflows for operating activities		(48.166.750.074)	(70.322.889.085)
20	<b>Net cash flows from operating activities</b>		<b>3.990.479.193</b>	<b>251.074.778.725</b>
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	Purchase and construction of fixed assets		(91.790.904.561)	(56.304.017.241)
22	Proceeds from disposals of fixed assets		6.275.969.843	12.007.689.553
23	Payments for purchase of debt instruments of other entities		(5.000.000.000)	(162.000.000.000)
24	Proceeds from sale of debt instruments of other entities		63.000.000.000	8.800.000.000
25	Payments for investments in other entities			
27	Interest and dividends received		14.085.936.428	10.718.872.039
30	<b>Net cash flows used in investing activities</b>		<b>(13.428.998.290)</b>	<b>(186.777.455.649)</b>
	<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			



## INTERIM CONSOLIDATED CASH FLOW STATEMENT

As at December 31, 2024

Unit: VND

Code	Items	Notes	This year	Previous year
33	Drawdown of borrowings		1.059.542.604.150	838.911.474.898
34	Repayment of borrowings		(1.177.666.307.808)	(744.088.474.118)
36	Dividends, profit paid to owners and non-controlling shareholders		(73.122.284.310)	(90.061.523.625)
40	<b>Net cash flows used in financing activities</b>		<b>(191.245.987.968)</b>	<b>4.761.477.155</b>
50	<b>Net increase in cash for the year</b>		<b>(200.684.507.065)</b>	<b>69.058.800.231</b>
60	<b>Cash and cash equivalents at the beginning of the year</b>		<b>478.493.214.743</b>	<b>407.897.570.630</b>
61	Impact of exchange rate fluctuation		862.099.200	1.536.843.882
70	<b>Cash and cash equivalents at the end of the year</b>		<b>278.670.806.878</b>	<b>478.493.214.743</b>

January 20, 2024

Preparer

Chief Accountant

General Director



Nguyen Thi Nhu Quynh



Phan The Ty



Nguyen Quang Truong

**Vietnam National Seed Group Joint Stock Company**

Address: No. 01 Luong Dinh Cua Street, Phuong Mai Ward, Dong Da District, Hanoi City

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

As at December 31, 2024

**I. CORPORATE INFORMATION****1. Ownership structure: Joint stock company.**

Vietnam National Seed Group Joint Stock Company ("the Company") is a shareholding company and was transformed from National Seed Company No.1 in pursuant to Decision No. 5029/QĐ/BN-TCB dated 10 November 2003 of the Ministry of Agriculture and Rural Development and the Enterprise Registration Certificate No. 0103003628 issued by Hanoi Department of Planning and Investment on 6 February 2004. The Company also obtained subsequent amended Enterprise Registration Certificates, with the 14th amendment issued by Hanoi Department of Planning and Investment on 18 May 2021 as the latest.

**2. Main Business Sector: Agriculture.****3. Business lines**

The principal activities of the Company during the year are cultivation, trading, direct importing and exporting seeds and materials for planting; processing, packaging and preserving seeds and materials for planting.

**4. The Company's normal course of business cycle is under 12 months****5. Corporate Structure**

- The company is headquartered at 01 Luong Dinh Cua, Phuong Mai Ward, Dong Da District, Hanoi City. The list of dependent units is as follows:

<i>Dependent units</i>	<i>Address</i>
Vietnam National Seed Group Joint Stock Company - Thanh Hoa Branch	Yen Dinh district, Thanh Hoa province
Vietnam National Seed Group Joint Stock Company - Thai Binh Branch	Dong Hung district, Thai Binh province
Vietnam National Seed Group Joint Stock Company - Central Branch	Vinh City, Nghe An province
Vietnam National Seed Group Joint Stock Company - Tay Nguyen Branch	Buon Me Thuot city, Dak Lak province
Vietnam National Seed Group Joint Stock Company - Ha Nam Branch	Duy Tien district, Ha Nam province
Vietnam National Seed Group Joint Stock Company - Branch for Trading of Agricultural products	Dong Van I Industrial Park, Dong Van town, Duy Tien district, Ha Nam province
Vietnam National Seed Group Joint Stock Company - Ba Vi Branch	Ba Vi district, Hanoi
Center for research, application and technology transfer of Vietnam National Seed in Khoai Chau	Khoai Chau district, Hung Yen province
Center for research, application and technology transfer of Vietnam National Seed Group Joint Stock Company	Ba Vi district, Hanoi
Branch of Vietnam National Seed Group Joint Stock Company - Research and Development Center	Cu Chi district, Ho Chi Minh City
Vietnam National Seed Group Joint Stock Company - Thuong Tin Factory	Thuong Tin district, Hanoi
Representative office in Udomxay	Lao People's Democratic Republic



**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

➤ As of December 31, 2024, the Company has the following subsidiaries:

Detail information of subsidiaries and the Company's ownership interest and voting rights in these subsidiaries are as follows:

STT	Company Name	Proportion benefit	Proportion vote	Head Office Address	Principal activities
1	Vinaseed Hanoi Development and Investment Joint Stock Company (*)	53,80%	53,80%	Phu Lam Ward, Ha Dong, Hanoi	Producing and trading plant varieties and provision of logistics services.
2	Quang Nam National Seed Joint Stock Company	90,02%	90,02%	Dien Thang Bac Commune, Dien Ban Town, Quang Nam	Provision of cultivation services, wholesale of agricultural and forestry products, raw materials and live animals, agro-forestry products processing, trading materials for agriculture.
3	Southern Seed Joint Stock Company	96,41%	96,41%	Tan Binh District, Ho Chi Minh City	Researching, producing, trading, importing and exporting varieties of plants.
4	Southern Seed Engineering Joint Stock Company (*)	80,73%	83,74%	Tan Binh District, Ho Chi Minh City	Manufacturing of agricultural and forestry machines; food and beverage processing machines; repairing, maintenance and installation of machinery and equipment.
5	Ha Nam Hi-Tech Agriculture Development and Investment Joint Stock Company	94%	94%	Ly Nhan District, Ha Nam Province	Producing and trading all kinds of high-quality pickled vegetables and fruits for domestic consumption and export; researching, application, training and transferring of hi-tech agricultural techniques.
6	Vietnam Rice Company Limited. (**)	98,92%	100%	Thap Muoi District, Dong Thap Province	Producing and trading plant varieties.
7	Vietnam National Agrifood Investment and Export Import Company Limited. (***)	98,92%	100%	Thap Muoi District, Dong Thap Province	Producing and trading plant varieties.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

- (\*) Vinaseed Hanoi Development and Investment Joint Stock Company is renamed from Ha Tay Seed Joint Stock Company, according to the 16th amended Business Registration Certificate dated April 15, 2024.
- (\*\*) The company holds this subsidiary indirectly through another subsidiary of the Company - Southern Seed Joint Stock Company. As of 31 December 2024, Southern Seed Engineering Joint Stock Company ceased operations and is completing corporate bankruptcy procedures according to current regulations.
- (\*\*\*) As of 31 December 2024, the Company directly holds 70% and indirectly 30% of the equity in this subsidiary through Southern Seed Joint Stock Company.
- (\*\*\*\*) As of September 30, 2024, the Company indirectly holds through its subsidiary - Vietnam Rice Co., Ltd.
- As at 31 December, the total number of employees of the Company and its subsidiaries is 675.

➤ **BOARD OF DIRECTORS**

Ms. Tran Kim Lien	- Chairwoman
Ms. Le Thi Le Hang	- Vice Chairwoman, independent members
Ms. Nguyen Thi Tra My	- Member
Mr. Nguyen Quang Truong	- Member, General Director
Ms. Nguyen Ngoc Anh	- Independent members
Mr. Tran Dinh Long	- Independent members

➤ **BOARD OF SUPERVISION**

Mr. Nguyen Anh Tuan	- Head of Board of Supervision
Mr. Do Tien Sy	- Member
Mr. Luong Ngoc Thai	- Member

➤ **BOARD OF MANAGEMENT**

Mr. Nguyen Quang Truong	- General Director
Mr. Pham Trung Dung	- Deputy General Director
Mr. Duong Quang Sau	- Deputy General Director
Mr. Nguyen Dinh Trung	- Deputy General Director
Mr. Nguyen Trung Dung	- Deputy General Director

**II. ACCOUNTING PERIODS AND ACCOUNTING CURRENCY**

1. The Company's fiscal year applicable for preparing its separate financial statements starts on 1 January and ends on 31 December.
2. The consolidated financial statements are prepared in VND, which is also the Company's accounting currency.

**III. APPLIED ACCOUNTING STANDARDS AND SYSTEM**

1. Accounting System: The company applies the corporate accounting system under Circular 200/2014/TT-BTC and Circular 202/2014/TT-BTC dated 22/12/2014 of the Ministry of Finance guiding the method of preparation and submission of seven consolidated financial statements.
2. Consolidated financial statements are prepared under Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System, and relevant legal regulations.



**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**IV. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

1. Conversion of financial statements made in foreign currency into Vietnamese dong (VND): Financial statements are prepared in Vietnamese dong (VND).
2. Exchange Rates: The applicable exchange rates in accounting include USD, CNY, and LAK.
3. The principles for determining the actual interest rate (also called the effective interest rate) are used to discount cash flows according to the interest rate of the State Bank.
4. Principles for recording cash and cash equivalents

Cash comprises cash on hand and cash in the bank.

Cash equivalents are short-term, highly liquid investments with an original maturity of less than 3 months that are readily convertible into known amounts of cash and subject to an insignificant risk of change in value.
5. Accounting principles for financial investments.
  - a. Trading securities

Recorded at the original price, the company re-evaluates the investment when making the report. It sets aside a provision for an investment price reduction when the market price of the investment falls below the historical cost or if the company receiving the investment suffers a loss. If the recovery value of the investment increases, the provision will be reimbursed. The appropriation and reimbursement must not exceed the historical cost of the investment.
  - b. Investments held to maturity

Investments held to maturity are non-derivative financial assets with fixed or identifiable payments and have a fixed maturity that the Company and its subsidiaries intend and are likely to hold until maturity, except:

    - + Financial assets that at the time of initial recognition have been classified by the Company as determined at fair value through the Statement of Business Results;
    - + Investments that have been classified by the Company as ready for sale.
    - + Investments that satisfy the definition of loans and receivables.
  - c. Loans

Loans are derivative fee financial assets with fixed or identifiable payments and are not listed on the market.
  - d. Investing in subsidiaries, associated companies, and joint ventures

Investments in subsidiaries, joint ventures, and associates are reflected in the company's financial statements at the original cost.

Dividends received from subsidiaries, joint ventures, and associates are recorded in the revenue from financial activities.

The year's dividend before becoming a subsidiary recorded a decrease in the original investment price.
  - e. Accounting methods for other transactions related to financial investments.
6. Principles of accounting for receivables

Customer and other receivables are presented at historical cost minus provisions for bad debts.

Provision for bad debts represents the expected value of losses due to receivables that are likely to be uncollected.
7. Principles for recording inventory
  - Principles for recording inventory

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Inventory is recorded at the original price minus the provision for inventory depreciation. It ensures that the recognized value is the lower price between the original price and the realizable market value of the inventory.

➤ **Inventory Value Calculation Method**

The inventory cost is calculated according to the weighted average method. It includes the purchase, processing, and other related costs incurred to obtain inventory at the location and ready for use.

The net realizable value of inventory is determined by the estimated selling price minus the estimated costs of consuming the inventory and the contingency cost for inventory depreciation.

➤ The company applies the regular declaration method to account for inventory.

➤ **Making provision against the devaluation of goods in the stock method**

Provisions for inventory depreciation set aside for supplies and goods in inventory under the Company's ownership may be devalued (due to price reduction, damage, poor quality, obsolescence, etc.), with the original price greater than the net value that can be realized following the provisions of Vietnam Accounting Standards No. 02 "Inventory" and Circular No. 48/2019/TT-BTC dated 08/08/2009 of the Ministry of Finance guiding the regime of setting up and using provisions for inventory price reduction, loss of investments, bad debts and warranty of products, goods, construction and installation works at enterprises.

The increase or decrease in the provision for inventory price reduction shall be accounted for in the cost of goods sold on the separate statement of business results.

8. **Principles for recognition and depreciation of fixed assets, leased assets and investment properties:**

Fixed assets are stated at cost less accumulated depreciation.

The cost of a fixed asset comprises its purchase price and any directly attributable costs of bringing the fixed asset to working condition for its intended use. Expenditures for additions, improvements and renewals are added to the carrying amount of the fixed assets and expenditures for maintenance and repairs are charged to the consolidated income statement as incurred.

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

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

<b>Types of Fixed Assets:</b>	<b>Duration (years)</b>
<b>Tangible Fixed Assets</b>	
Machinery and equipment	5 - 15
Office equipment	3 - 7
Means of transportation	6 - 15
Buildings and structures	5 - 25
<b>Intangible fixed assets</b>	
Copyrights, patent	2 - 8
Computer software	5 - 6
Other fixed assets	15
Infinite land use rights are not depreciated.	



**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

9. Principles of accounting for prepaid expenses

Prepaid expenses are the remaining value of exported tools and tools in service of production and business activities. Prepaid costs will be allocated gradually over a reasonably estimated period of time from the time they are incurred, up to a maximum of 3 years.

10. Principles of accounting for liabilities

Merchant payables and other payables are expressed at historical cost.

11. Principles for recording loans and financial lease liabilities

Loans are recorded at the original price

12. Principle for recording and capitalizing borrowing costs

Borrowing costs consist of interest and other costs that the Company and its subsidiaries incur in connection with the borrowing of funds.

Borrowing costs consist of loan interest and other costs incurred in connection with the borrowing funds directly related to the investment in the construction or production of an unfinished asset, which shall be included in the value of such asset when it meets the conditions prescribed in the borrowing cost standards.

Borrowing costs are capitalized when the business is certain to gain future benefits from using that asset, and interest costs can be reliably determined.

The capitalization of borrowing costs will cease when the main activities necessary to prepare the unfinished asset for use or sale have been completed. Borrowing expenses incurred thereafter are recorded as business expenses in the year.

13. Principles for recording expenses payable.

Payable expenses are actual expenses incurred but not settled at the time of making financial statements, which are deducted in advance from production and business expenses in the period based on the consistency between revenue and expenses. When such expenses are actually incurred. If there is a difference with the extracted amount, the accountant shall record an additional or reduced cost corresponding to the difference.

14. Principles and methods of recording payable provisions

Provision for liabilities is recognized when the Company has a current or joint legal obligation that can be reliably estimated and will certainly reduce future economic benefits for the payment of liabilities due to such obligation.

15. Principles for recording unrealized revenue

Unrealized revenue is recognized when the company is paid money before performing the work to earn that revenue. Unrealized revenue is the company's liabilities to customers because it has received money from customers but has not provided goods or services to customers.

16. Principle of recognition of equity.

Common shares are classified as equity. The additional costs that are allocated directly to the issue price of common stock are recorded as a deduction from equity.

When receiving capital from shareholders, the difference between the issue price and the par value of the shares is recorded in the account of the surTotal share capital in the equity.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

When equity that was previously recognized as equity is acquired, the amount to be paid, including related expenses after deducting tax effects, is recognized as a deduction from equity and is classified as treasury stock. When reissuing treasury shares to be repurchased, the difference between the issue price and the redemption price is recorded as a surTotal of share capital.

Exchange rate differences: Recorded according to foreign exchange rate differences arising from changes in currency conversion rates when recording in accounting books, which have not been processed at the time of reporting.

Principle of recording undistributed profit: It is the profit from the enterprise's operation after deducting CIT expenses.

**17. Distributed earnings**

Net profit after corporate income tax shall be distributed to shareholders after being approved by the General Meeting of Shareholders and after setting up reserve funds under the Company's Charter and the provisions of Vietnamese law.

The company sets up funds from after-tax profits when approved by shareholders at the Annual General Meeting of Shareholders.

*Investment and Development Fund*

This fund is set aside to serve the research of new products, expansion of operations or in-depth investment of the Company.

*Bonus and Welfare Fund*

This fund is set aside to reward recognizers, bring common benefits and improve the welfare of employees, and is presented as a payable on a separate balance sheet.

**18. Principles and methods of revenue recognition**

Revenue from the sale of goods and the provision of services is recognized when the majority of the risks and benefits associated with the ownership of the product or goods have been transferred or services have been provided to the buyer and the Company no longer holds the right to manage the goods or control the goods and is accepted by the customer for payment. expenses related to the sale of goods or the provision of services. Revenue is not recognized if there are material uncertainties related to the possibility of recovering economic benefits or related to returned sales.

Revenue from financial activities is interest recorded in proportion to time based on the principal balance and the applicable interest rate.

Interest on term savings deposits is recorded on the basis of the bank's monthly deposit interest notice or recorded at the interest rate specified in the term deposit contract.

Revenue from dividends is recognized when the right to receive dividends is exercised.

Other income is revenues from irregular activities, in addition to revenue-generating activities.

**19. Accounting principles for revenue deductions**

Turnover deductions include trade discounts, discounts on sales and returned sales, which do not reflect deductible taxes on turnover such as payable output VAT calculated by the direct method.

**20. Principles of cost of goods sold**

Record the cost of goods sold in compliance with the principle of conformity and consistency.

**21. Principles of accounting for financial expenses**



**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

Financial expenses are recorded on the principle of appropriateness.

Financial operating expenses are mainly loan interest expenses, realized exchange rate losses. In which, loan interest expense includes the interest payable in the year of the Company's short-term and long-term loans.

Interest expense is recorded according to the actual loan interest payable determined on the basis of the principal debt, loan interest rate and loan term in the year.

22. Principles of accounting for selling expenses and business management expenses

Selling expenses and business management expenses shall be recorded according to appropriate principles.

23. Principles and methods of recording corporate income tax expenses

➤ **Corporate Income Tax (CIT):**

Corporate income tax calculated on the consolidated profit or loss of the year includes current income tax and deferred income tax. Corporate income tax is recorded in the consolidated statement of business results, except for the case where there are income taxes related to items that are recorded directly to equity.

Current income tax is the estimated tax payable based on taxable income in the year, using the tax rates in effect at the end of the accounting year and the tax adjustments payable in relation to previous years.

Deferred income tax is calculated according to the balance sheet method for temporary differences between the book value for financial reporting purposes and the value used for tax purposes of asset items and liabilities. The value of deferred income tax is recorded based on the expected recovery or payment of the book value of items of assets and liabilities using the effective or basic tax rates in effect at the end of the accounting year.

Deferred income tax assets are recognized only to the extent that there is a certainty of sufficient future taxable profits for this income tax asset to be usable. Deferred income tax assets that are recorded as reduced to the extent that it is no longer certain that these associated tax benefits will be usable.

The company is a science and technology enterprise according to Certificate No. 03/DNKHCN of the Department of Science and Technology of Hanoi City issued on March 1, 2011. Pursuant to Circular 123/2012/TT-BTC dated July 27, 2012 guiding the implementation of a number of articles of the Law on CIT; pursuant to the Government's Decree No. 13/2019/ND-CP dated February 01, 2019 on science and technology enterprises "Incomes of science and technology enterprises from production and trading of products formed from scientific and technological results are eligible for incentives and exemptions, exemptions, CIT reduction for enterprises implementing new investment projects in the field of scientific and technological research. Conditions for having revenue from the production and trading of products formed from scientific and technological results reaching at least 30% of total revenue.

According to Point a, Clause 1, Article 3 of the Circular No. 03/2021/TT-BTC dated January 11, 2021 of the Ministry of Finance "GUIDANCE ON TAX EXEMPTION AND REDUCTION OF CORPORATE INCOME TAX FOR SCIENCE AND TECHNOLOGY ENTERPRISES SPECIFIED IN THE GOVERNMENT'S DECREE NO. 13/2019/ND-CP DATED FEBRUARY 1, 2019 ON SCIENCE AND TECHNOLOGY ENTERPRISES", 2023 is the 13th year that the Company has met the above conditions and the last year that the company has enjoyed CIT exemption and reduction incentives.

In 2024, the company will apply the current corporate income tax rate of 20%.

➤ **Value Added Tax (VAT):**

Plant variety products produced and traded by the Company are not subject to VAT.

For other services, VAT rate: 5%, 10%



**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

- **Other taxes, fees and charges:** shall be applied in accordance with the current tax laws in Vietnam.

24. Principles and methods of accounting for unfinished construction costs

Reflecting assets under construction for production and business purposes are recorded at the original price. Depreciation shall not be calculated for the unfinished capital construction during construction.

25. Principles and methods of preparing consolidated financial statements.

- **Basis for Consolidated Financial Statements**

The consolidated financial statements are prepared on the basis of consolidating the reports of the parent company - Vietnam Seed Group Joint Stock Company and the financial statements of its subsidiaries - Ha Tay Seed Joint Stock Company; Quang Nam Central Seed Joint Stock Company; Vietnam Rice Co., Ltd.; Ha Nam Hi-tech Agriculture Investment and Development Joint Stock Company; Southern Seed Joint Stock Company and Vietnam Agricultural Products Import and Export Investment Co., Ltd. made for the accounting period ending on the last day of the accounting period. This control is achieved when the Parent Company has the ability to control the financial policies and operations of the investee companies in order to benefit from the Subsidiary's operations.

- Accounting method in a business consolidation transaction through multiple stages when determining the goodwill or profit from the purchase of cheap shares, the fee price of the investment in the subsidiary is calculated as the sum of the cost of the investment on the date of gaining control of the subsidiary. Total the investment fee price of the previous exchanges has been re-evaluated at fair value at the date the parent company controls the subsidiary.

Method of recognizing the interests of non-controlling shareholders: The non-controlling shareholders' interests in the net assets of the consolidated subsidiary are determined as a separate indicator separate from the equity portion of the Company. The interest of the non-controlling shareholder includes the value of the interests of the minority shareholder at the date of the initial business combination and the portion of the interest of the non-controlling shareholder in the fluctuation of the total equity since the date of the business combination. Losses corresponding to the capital portion of the non-controlling shareholder in excess of their share of capital in the total equity of the Subsidiary shall be deducted from the Company's beneficial portion unless the non-controlling shareholder has a binding obligation and is able to offset such loss.

- Method of exclusion of internal transactions: Unrealized income and expenses from internal transactions and internal balances between the parent company and its subsidiaries are eliminated when consolidating the financial statements. Interest on loans and unrealized losses arising from transactions with associated companies accounted for by the equity method shall be deducted from the investment within the scope of interests of the Company and its subsidiaries at the associated company.
- On the consolidated financial statements, goodwill advantage is the additional part between the business consolidation fee price compared to the company's interest in the total fair value of assets and liabilities of the subsidiary, associate company or joint venture capital contributor on the date of implementation of the investment operation. A goodwill advantage is considered an intangible asset, which is depreciated on a straight-line basis over the estimated useful life of that business advantage of 10 years.
- An affiliate is a company and company that has significant influence but is not a subsidiary or joint venture of the company. Significant influence is reflected in the right to participate in the decision-making of financial and operational policies of the investee but not in terms of controlling or co-controlling these policies.



**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS *(continued)***

In the Consolidated Financial Statements, investments in the Associated Company are accounted for using the equity method. According to this method, the related capital contributions are presented on the Consolidated Balance Sheet at the original price and adjusted according to the changes in the Company's capital contribution to the net assets of the associated company after the date of purchase of the investment.

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)

## V. SUPPLEMENTARY INFORMATION TO ITEMS DISCLOSED IN THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

## 1. Cash

	31/12/2024 (VND)	01/01/2024 (VND)
Cash on hand	3.196.315.214	4.046.955.057
Cash in banks	259.974.491.664	355.146.259.686
Cash equivalents (*)	15.500.000.000	119.300.000.000
<b>Total</b>	<b>278.670.806.878</b>	<b>478.493.214.743</b>

Cash equivalents are bank deposits with a term of no more than 3 months.

## 2. Financial investment

## Held-to-maturity investments

	31/12/2024 (VND)	01/01/2024 (VND)
Bank deposits	2.027.221.918	60.000.000.000
<b>Total</b>	<b>2.027.221.918</b>	<b>60.000.000.000</b>

## c. Investment in other units

	Ownership Rate (%)			
	31/12/2024		01/01/2024	
	Quantity (shares)	Ownership Rate (%)	Quantity (shares)	Ownership Rate (%)
➤ <b>Investment in subsidiaries</b>				
Vinaseed Hanoi Investment and Development Joint Stock Company (i)(ii)	1.101.888	53.80%	306.080	53.80%
Quang Nam National Seed Joint Stock Company (i)	450.100	90.02%	450.100	90.02%
Southern Seed Joint Stock Company	12.794.862	96.41%	12.794.862	96.41%
Ha Nam Hi-tech Agriculture Investment and Development Joint Stock Company	4.700.000	94.00%	4.700.000	94.00%
Vietnam Rice Co., Ltd.		70%		70%
➤ <b>Invest in other units</b>				
ThaiBinh Seed Group Joint Stock Company (ii)	194.126	19,49%	194.126	19,49%

(i) The Company is unable to collect the necessary information and assess the fair value of the shares held in these companies because the shares of these companies have not been listed on the stock exchange.



## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)

- (ii) In April 2024, Vinaseed Hanoi Investment and Development Joint Stock Company completed the procedures for increasing charter capital with a development investment fund; the number of shares owned by the Company increased, and the ownership rate remained unchanged.

Value of contributed capital

	31/12/2024 (VND)			01/01/2024 (VND)		
	Cost	Provision	Fair value (VND)	Cost (VND)	Provision (VND)	Fair value (VND)
ThaiBinh Seed Group Joint Stock Company	26.061.735.380			26.061.735.380		

## 3. Trade receivables

	31/12/2024 (VND)	01/01/2024 (VND)
<b>Customer receivables:</b>		
Hanoi Branch - Vincommerce General Commercial Service Joint Stock Company	49.097.244.273	35.158.991.532
Receivables from other customers	224.928.207.237	186.965.497.468
<b>Total</b>	<b>274.025.451.510</b>	<b>222.124.489.000</b>
Provision for doubtful trade receivables	(1.743.578.028)	(1.776.514.666)

## 4. Advances to suppliers

	31/12/2024 (VND)	01/01/2024 (VND)
<b>Advance payment to the contractors</b>	<b>2.055.675.014</b>	<b>3.301.814.100</b>
ATZ Cleanroom Engineering Co., Ltd.	445.797.391	
Duong Xuan Fruit Post-Harvest Technology Company Limited	537.779.623	
THANH HA GENERAL JOINT STOCK COMPANY	668.690.000	
Others	403.408.000	3.301.814.100
<b>Advance payment to the suppliers</b>	<b>50.843.768.020</b>	<b>34.018.686.115</b>
721 Coffee Company		3.930.000.000
Huynh Du Company Limited	1.663.200.000	
Trần Văn Cư	4.409.479.575	
Others	44.771.088.445	30.088.686.115
<b>Total</b>	<b>52.899.443.034</b>	<b>37.320.500.215</b>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)

5. Other receivables

	31/12/2024 (VND)		01/01/2024 (VND)	
	Amount	Provision	Amount	Provision
Deposit interest receivable	1.775.843.834		2.384.617.737	
Employee Advance	2.080.211.943		8.473.340.725	
Social Insurance, KPCD	328.449.461			
Remuneration of the Board of Directors, Supervisory Board	3.676.935.450		1.501.560.259	
Contracting 01	251.110.928			
Site clearance costs	2.114.960.000			
Other receivables	10.286.314.158		8.884.105.592	
<b>Total</b>	<b>20.513.825.774</b>		<b>21.243.624.313</b>	

6. Bad debts

	31/12/2024 (VND)		01/01/2024 (VND)	
	Cost	Recoverable amount	Cost	Recoverable amount
Total value of bad debts				
Other Customers	1.743.578.028		1.776.514.666	
<b>Total</b>	<b>1.743.578.028</b>		<b>1.776.514.666</b>	

7. Inventory

	31/12/2024 (VND)		01/01/2024 (VND)	
	Cost	Provision	Cost	Provision
Raw materials	80.001.744.621	1.877.039.879	70.870.465.280	1.830.510.395
Tools and supplies	1.992.846.139		2.064.535.447	
Work in process	5.279.556.347		6.104.966.010	
Finished goods	471.430.476.019	6.392.910.411	365.439.808.792	5.700.987.873
Merchandise	3.269.108.935	41.269.352	1.515.272.302	309.904.422
<b>Total</b>	<b>561.973.732.061</b>	<b>8.311.219.642</b>	<b>445.995.047.831</b>	<b>7.841.402.690</b>



**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**8. Construction in progress**

	31/12/2024 (VND)	01/01/2024 (VND)
<b>Total cost of Construction in progress, of which:</b>		
Phuong Mai project - Skyscraper	2.921.000.000	1.019.394.700
Factory renovation and repair expenses	2.219.375.124	3.292.663.830
Software development expenses	1.381.009.000	2.219.375.124
Others	4.058.691.458	1.201.812.591
<b>Total</b>	<b>10.580.075.582</b>	<b>7.733.246.245</b>

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)

## 9. Tangible fixed assets

Content	Buildings and structures	Machinery and equipment	Means of transportation	Office equipment	Others	Total
<b>I. Cost</b>						
Beginning balance	533.490.482.130	322.298.301.678	52.882.826.005	7.461.043.436	7.381.869.938	923.514.523.187
New purchase	37.749.742.592	26.143.591.059	12.283.423.288	218.970.020	1.709.835.277	78.105.562.236
Disposal						-
Reclassification						-
Other increases/decreases	(742.410.791)	(1.402.340.020)	(1.637.837.181)	(56.943.647)	-	(3.839.531.639)
Ending balance	570.497.813.931	347.039.552.717	63.528.412.112	7.623.069.809	9.091.705.215	997.780.553.784
<b>II. Accumulated depreciation</b>						
Beginning balance	195.461.867.996	157.708.474.792	36.210.399.773	5.475.421.881	5.481.442.681	400.337.607.123
Depreciation for the year	23.553.570.002	24.737.142.632	4.003.972.762	178.727.383	693.974.928	53.167.387.707
Disposal						-
Reclassification						-
Other increases/decreases	(742.410.791)	(157.592.000)	(1.637.837.181)	(56.943.647)	-	(2.594.783.619)
Ending balance	218.273.027.207	182.288.025.424	38.576.535.354	5.597.205.617	6.175.417.609	450.910.211.211
<b>III. Net carrying amount</b>						
Beginning balance	338.028.614.134	164.589.826.886	16.672.426.232	1.985.621.555	1.900.427.257	523.176.916.064
Ending balance	352.224.786.724	164.751.527.293	24.951.876.758	2.025.864.192	2.916.287.606	546.870.342.573
<b>IV. Cost of fully depreciated assets still in active use</b>	<b>78.097.321.943</b>	<b>69.725.346.488</b>	<b>23.417.944.997</b>	<b>5.237.046.717</b>	<b>927.743.042</b>	<b>177.405.403.187</b>



NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)

10. Intangible fixed assets

	Infinite land use rights	Definite land use rights	Copyright	Computer software	Other intangible fixed assets	Total
<b>I. Cost</b>						
Beginning balance	156.014.620.089	67.644.953.560	25.837.850.000	10.255.950.824	4.654.560.920	264.407.935.393
New purchase			6.206.649.950	-		6.206.649.950
Disposal						-
Reclassification						-
Ending balance	156.014.620.089	67.644.953.560	32.044.499.950	10.255.950.824	4.654.560.920	270.614.585.343
<b>II. Accumulated amortisation</b>						
Beginning balance		22.141.327.734	16.922.476.160	4.071.026.201	1.507.066.443	44.641.896.538
New purchase		487.603.872	2.308.939.707	1.949.719.830	308.224.197	5.054.487.606
Disposal		-	-	-	-	-
Reclassification		-	-	-	-	-
Ending balance	-	22.628.931.606	19.231.415.867	6.020.746.031	1.815.290.640	49.696.384.144
<b>III. Net carrying amount</b>						
Beginning balance	156.014.620.089	45.503.625.826	8.915.373.840	6.184.924.623	3.147.494.477	219.766.038.855
Ending balance	156.014.620.089	45.016.021.954	12.813.084.083	4.235.204.793	2.839.270.280	220.918.201.199
<b>IV. Cost of fully amortized assets still in active use</b>		1.629.311.770	10.930.350.000	3.085.150.824		15.644.812.594

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

## 11. Investment properties

Unit: VND

## Buildings and structures

## Cost:

Beginning balance	13.350.617.119
Increase during the year	1.457.744.028
Ending balance	14.808.361.147

## In which:

Fully depreciated	1.985.661.793
-------------------	---------------

## Accumulated depreciation:

Beginning balance	2.766.596.003
Increase during the year	1.209.465.870
Ending balance	3.976.061.873

## Net carrying amount:

Beginning balance	10.584.021.116
Ending balance	10.832.299.274

## 12. Prepaid expenses

	31/12/2024 (VND)	01/01/2024 (VND)
<b>a. Short-term</b>		
Tools and supplies	1.426.165.657	4.033.875.717
Repair and maintenance fees	553.067.154	1.164.826.302
Pending allocation costs	200.058.676	
Others	455.095.509	625.856.837
<b>Total</b>	<b>2.634.386.996</b>	<b>5.824.558.856</b>
<b>b. Long-term costs</b>		
Repair and maintenance fees	3.263.131.377	4.915.827.213
Costs of site clearance and infrastructure construction	8.963.859.667	11.200.336.362
Investment cooperation expenses	5.751.868.980	6.048.357.072
Tools and supplies	4.686.124.837	4.250.587.822
Rental	3.915.640.050	3.915.640.050
Others	3.341.643.872	669.982.532
<b>Total</b>	<b>29.922.268.783</b>	<b>31.000.731.051</b>



## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

## 13. Goodwill as of 31/12/2024

Unit: VND

Item	Total	HSC	QSC	SSC
<b>1. Cost</b>				
Beginning balance	260.846.731.446	26.557.087.281	1.911.006.045	232.378.638.120
<b>2. Amortisation</b>				
Beginning balance	231.748.994.837	26.557.087.281	1.860.599.201	203.331.308.355
Amortisation for the year	23.288.270.651		50.406.844	23.237.863.807
Ending balance	255.037.265.488	26.557.087.281	1.911.006.045	226.569.172.162
<b>3. Net carrying amount</b>				
Beginning balance	29.097.736.609	-	50.406.844	29.047.329.765
Ending balance	5.809.465.958	-	-	5.809.465.958

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**14. Loans and Borrowings**

	Beginning balance		Movement during the year		Ending balance	
	Balance	Payable amount	Increase	Decrease	Balance	Payable amount
<b>Short-term loans</b>	<b>195.464.591.706</b>	<b>195.464.591.706</b>	<b>1.057.309.319.292</b>	<b>1.177.666.307.808</b>	<b>315.821.580.222</b>	<b>315.821.580.222</b>
Short-term loans from banks	195.464.591.706	195.464.591.706	1.057.309.319.292	1.177.666.307.808	315.821.580.222	315.821.580.222
Long-term loans due	-	-	-	-	-	-
<b>TOTAL</b>	<b>195.464.591.706</b>	<b>195.464.591.706</b>	<b>1.057.309.319.292</b>	<b>1.177.666.307.808</b>	<b>315.821.580.222</b>	<b>315.821.580.222</b>



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**Detail of short-term loans from banks:**

<b>Bank</b>	<b>Ending balance (VND)</b>	<b>Borrower</b>	<b>Description of collateral</b>
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Thang Long Branch	86.694.630.684	Vietnam Seed Group Joint Stock Company	Shares of Southern Seed Joint Stock Company owned by the Company
Shinhan Bank – Pham Hung Branch	42.876.497.586	Vietnam Seed Group Joint Stock Company	Unsecured
Standard Chartered Bank	2.029.139.359	Vietnam Seed Group Joint Stock Company	Deposit
JOINT STOCK COMMERCIAL BANK FOR INDUSTRY AND TRADE OF VIETNAM - SAIGON BRANCH	23.170.608.010	Southern Seed Joint Stock Company	Unsecured
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thang Long Branch	40.693.716.067	Vietnam National Agrifood Investment and Export Import Company Limited	Unsecured
<b>TOTAL</b>	<b>195.464.591.706</b>		

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

## 15. Trade payables

	31/12/2024 (VND)		01/01/2024 (VND)	
	Balance	Amount payable	Balance	Amount payable
a Short-term				
Payables to constructors	1.347.753.248	1.347.753.248	6.872.063.151	6.872.063.151
Payables to suppliers	119.990.532.558	119.990.532.558	121.847.553.848	121.847.553.848
- Van Xuyen Seed Company Limited - China	65.078.509.292	65.078.509.292	56.193.090.514	56.193.090.514
- Others	54.912.023.266	54.912.023.266	65.654.463.334	65.654.463.334
b Long-term			-	-
<b>Total</b>	<b>121.338.285.806</b>	<b>121.338.285.806</b>	<b>128.719.616.999</b>	<b>128.719.616.999</b>

## 16. Short-term advances from customers

	31/12/2024 (VND)	01/01/2024 (VND)
Asia-Foods	1.540.893.491	
Pham Ngoc Minh	2.730.715.000	2.389.448.000
Others	15.384.976.837	12.703.751.607
<b>TOTAL</b>	<b>19.656.585.328</b>	<b>15.093.199.607</b>

## 17. Accrued expenses

	31/12/2024 (VND)	01/01/2024 (VND)
a Short-term	<b>14.637.945.284</b>	<b>20.144.933.061</b>
Promotion expenses, commission, payment discounts	101.095.890	545.193.196
Copy rights	-	1.100.920.600
Production costs	1.334.365.100	
Land rental fee	-	10.651.651.441
Others	13.202.484.294	7.847.167.824
b Long-term	<b>32.634.694.418</b>	<b>32.115.702.452</b>
Others	1.273.495.800	742.964.000
Deferred income tax payable	31.361.198.618	31.372.738.452



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

18. Statutory obligations

	Beginning balance	Payable for the year	Payment made in the year	Ending balance
Value Added Tax	(2.155.515.315)	10.603.254.387	14.454.671.397	(6.006.932.325)
Corporate Income Tax	22.393.667.462	50.511.337.039	53.112.541.690	19.792.462.811
Personal Income Tax	(2.378.916.384)	18.718.039.252	18.038.750.221	(1.699.627.353)
Other taxes	739.957.695	12.582.582.665	12.941.153.812	381.386.548
<b>TOTAL</b>	<b>18.599.193.458</b>	<b>92.415.213.343</b>	<b>98.547.117.120</b>	<b>12.467.289.681</b>

In which

Tax prepayment	(5.021.337.395)	(9.153.747.424)
Tax payables	23.620.530.853	21.621.037.105

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

## 19. Other payables

	31/12/2024 (VND)	01/01/2024 (VND)
Dividends payable	39.066.759.375	36.129.916.685
Interest payable	791.870.154	
Job loss allowance and must be paid to employees who have paid taxes	11.971.547.512	16.625.372.602
Support costs for social activities	3.040.000.000	3.040.000.000
Project	-	
Commercial discount	13.196.067.913	24.672.133.288
DAEWON CANTAVIL JOINT STOCK COMPANY	23.816.250.000	23.816.250.000
Cantavil Housing Development Co., Ltd	76.183.750.000	76.183.750.000
Other payables and payables	5.495.677.972	13.715.976.867
<b>Total</b>	<b>173.561.922.926</b>	<b>194.183.399.442</b>

## 20. Unearned revenues

	31/12/2024 (VND)	01/01/2024 (VND)
Short-term		
Long-term	1.273.495.800	742.964.000
<b>Total</b>	<b>1.273.495.800</b>	<b>1.265.872.800</b>



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

21. Owners' equity

a. Increase and decrease in owners' equity:

Unit: VND

This year	Contributed charter capital	Other owners' capital	Share premium	Treasury shares	Investment and development fund	Undistributed earnings	Non-controlling interest	Total
Beginning balance	175.869.880.000		331.245.527.850	(50.000.000)	463.019.466.983	294.659.665.467	86.513.810.199	1.351.258.350.499
Net profit for the year						223.527.738.594	6.600.771.628	230.128.510.222
Fund appropriation					77.436.168.281	(77.436.168.225)		
Bonus and welfare funds appropriation						(26.906.720.324)	(685.726.013)	(27.592.446.337)
Remuneration for Board of Directors for 2022						(2.191.999.995)	(372.454.592)	(2.564.454.587)
Remuneration for Board of Directors for 2023						(1.093.611.000)		(1.093.611.000)
Funds utilisation					(31.026.790.425)			(31.026.790.369)
Dividend distribution						(70.298.064.000)	(2.293.449.000)	(72.591.513.000)
Other increase/ (decreases)						(382.879.386)		(382.879.386)
Ending balance	175.869.880.000		331.245.527.850	(50.000.000)	509.428.844.839	339.877.961.131	89.762.952.222	1.446.135.166.042

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

Table of Equity Fluctuations (continued)

This year	Contributed charter capital	Other owners' capital	Share premium	Treasury shares	Investment and development fund	Undistributed earnings	Non-controlling interest	Total
Beginning balance	175.869.880.000		331.245.527.850	(50.000.000)	509.428.844.839	339.877.961.131	89.762.952.222	1.446.135.166.042
Net profit for the year						217.835.759.109	7.628.743.143	225.464.502.252
Fund appropriation					81.164.985.732	(81.164.985.732)		
Bonus and welfare funds appropriation						(40.040.712.338)	(750.920.615)	(40.791.632.953)
Dividend Distribution						(70.298.064.000)	(2.219.199.000)	(72.517.263.000)
Remuneration for Board of Directors						(4.871.742.158)	(463.632.357)	(5.335.374.515)
Dividends in shares		7.958.080.000			(7.023.803.868)	(934.276.132)		
Funds utilisation					(29.939.594.200)			(29.939.594.200)
Other increase/ (decreases)						(2.213.813.812)	(157.095.385)	(2.370.909.197)
Ending balance	175.869.880.000	7.958.080.000	331.245.527.850	(50.000.000)	553.630.432.503	358.190.126.068	93.800.848.008	1.520.644.894.429



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)****b. Details of charter capital**

	31/12/2024 (VND)	01/01/2024 (VND)
- Contributed by PANFARM Joint Stock Company	140.787.070.000	140.787.070.000
- Contributed by others	35.082.810.000	35.082.810.000
<b>Total</b>	<b>175.869.880.000</b>	<b>175.869.880.000</b>

**c. Capital transactions with owners and distribution of dividends, profits**

	This year (VND)	Previous year (VND)
- Contributed capital	175.869.880.000	175.869.880.000
+ Beginning balance		
+ Increased capital contribution in the year		
+ Contributed capital decreased in the year		
+ Ending balance	175.869.880.000	175.869.880.000

**d. Shares**

	Ending balance (shares)	Beginning balance (shares)
- Issued ordinary shares, in which:	17.574.516	17.574.516
+ Number of shares sold to the general public	17.574.516	17.574.516
+ Number of shares to be repurchased		
+ Number of shares that pay dividends in the year		
- Ordinary treasury shares	12.472	12.472

The par value of shares is 10,000 VND/share

**e. Dividends**

	This year	Last year <sup>b</sup>
- Dividends announced after the end of the annual accounting period	40%	40%
- Dividends announced on ordinary shares according to the Resolution of the Annual General Meeting of Shareholders.		

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**

**f. Investment and development fund**

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Beginning balance	509.428.844.839	463.019.466.983
Appropriations in the year	81.164.985.732	77.436.168.281
Funds utilisation	36.963.398.068	31.026.790.425
Ending balance	<b>553.630.432.503</b>	<b>509.428.844.839</b>

Funds are appropriated from undistributed after-tax profits according to the Resolution of the General Meeting of Shareholders. The purpose of setting up and using funds is to serve research, reproduction, and business expansion.

**7. Off balance sheet items**

	<i>Ending balance</i>	<i>Beginning balance</i>
a. Assets held on behalf of others (VND)		
b. Goods held on behalf of the State (VND)	105.437.845.219	134.472.641.999
c. Foreign currencies:	-	
- US Dollar (USD)	1.137.404,70	314.199,26
- Euro (EURO)	11.660,15	47.468,34
- Chinese Yuan (CNY)	80.316,21	80.316,21
d. Bad debts written-off	11.112.933.184	10.716.972.907



## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

## VI. Supplementary information to items disclosed in the interim consolidated income statement.

Unit : VND

## 1. 1. Revenue from the sale of goods and rendering of services

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Sale of goods	2.569.874.246.759	2.192.796.757.887
Rendering of services	25.556.892.463	13.680.012.955
<b>Total</b>	<b>2.595.431.139.222</b>	<b>2.206.476.770.842</b>

## 2. Turnover deductions

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Trade Discounts	43.288.835.743	50.663.850.931
Sales allowances	1.101.945.334	945.338.400
Sales returns	102.344.090.187	119.390.790.165
<b>Total</b>	<b>146.734.871.264</b>	<b>170.999.979.496</b>

## 3. Cost of goods sold and service rendered

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Cost of finished goods, merchandise sold and services rendered	1.722.324.176.263	1.405.883.207.615
Provision/(reversal of provision) for obsolete inventories	(469.816.952)	(5.084.313.180)
<b>Total</b>	<b>1.721.854.359.311</b>	<b>1.400.798.894.435</b>

## 4. Finance income

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Foreign exchange gain	4.928.612.038	2.701.763.717
Dividends, profits are distributed	1.941.260.000	1.941.260.000
Bank interest	11.598.384.717	9.806.760.428
Others	553.336.416	287.066.708
<b>Total</b>	<b>19.021.593.171</b>	<b>14.736.850.853</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

## 5. Financial expense

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Interest expense	17.890.185.178	19.089.991.819
Foreign exchange loss	1.971.949.553	
Payment Discounts	19.737.817.669	17.866.458.999
Others	-	696.705.183
<b>Total</b>	<b>39.599.952.400</b>	<b>37.653.156.001</b>

## 6. Selling expenses and general and administrative expenses

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
<b>a. Selling expenses</b>	<b>235.713.205.972</b>	<b>182.485.542.605</b>
Labour costs	39.310.467.081	39.507.533.865
Expenses for external services	69.430.551.566	36.852.783.291
Depreciation	6.397.980.157	11.650.655.924
Others	120.574.207.168	94.474.569.525
<b>b. General and administrative expenses</b>	<b>197.320.424.073</b>	<b>172.754.587.443</b>
Labour costs	85.829.631.266	79.041.798.613
Depreciation and amortisation	13.739.899.253	13.875.419.005
Others	74.462.622.900	56.408.405.408
Goodwill amortisation	23.288.270.654	23.428.964.417

## 7. Other Incomes and expenses

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
<b>Other income</b>	<b>1.472.494.620</b>	<b>13.048.543.014</b>
Compensation	135.682.403	
Income from disposal	355.700.000	11.453.950.961
Others	981.112.217	1.594.592.053
<b>Other expenses</b>	<b>2.933.191.817</b>	<b>2.816.911.382</b>
Penalty costs	-	
Others	2.933.191.817	2.816.911.382
<b>Total</b>	<b>(1.460.697.197)</b>	<b>10.231.631.632</b>



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)****8. Production and operating costs by element**

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Raw materials	1.747.959.878.792	1.294.811.764.661
Labour costs	158.638.927.106	143.590.588.850
Depreciation and amortisation	80.021.065.814	74.046.710.337
Expenses for external services	178.013.617.798	146.732.884.485
Other expenses	95.889.574.362	64.992.557.933
<b>Total</b>	<b>2.260.523.063.872</b>	<b>1.724.174.506.266</b>

**9. Current corporate income tax**

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

Unit: VND

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Current tax expenses	49.531.864.970	37.676.154.460
Adjustment for under/(over) accrual of tax from prior year	-	
Deferred tax income	(3.227.145.046)	(1.051.574.335)

**10. Underlying earnings per share**

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

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

The following reflects the income and share data used in the basic and diluted earnings per share computations.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

	at 31/12/2024	As of 31/12/2023 (represented)
Net profit after tax attributable to ordinary shareholders	217.835.759.109	223.527.738.594
Distribution to bonus and welfare fund, remuneration of the Boards of Management, Board of Supervision	(15.885.604.442)	(23.371.996.885)
<b>Net profit attributable to ordinary shareholders</b>	<b>201.950.154.667</b>	<b>200.155.741.709</b>
Number of ordinary shares	17.574.516	17.574.516
Basic earnings per share (VND/CP)	11.491	11.389

## VII. Supplementary information to items disclosed in the separate cash flow statement.

## 1. 1. The actual amount borrowed in the period

	From 01/01/2024 until 31/12/2024	Unit: VND From 01/01/2023 until 31/12/2023
Borrowing under ordinary agreements	1.059.542.604.150	838.911.474.898
Borrowing in other forms		

## 2. The amount of money paid the loan principal in the period.

	From 01/01/2024 until 31/12/2024	From 01/01/2023 until 31/12/2023
Principal repayment of loans under ordinary agreements	1.177.666.307.808	744.088.474.118
Repayment of loan principal in other forms		

## VII. OTHER INFORMATION

## 1. Profit after tax

	From 01/01/2024 until 31/12/2024	Unit: VND From 01/01/2023 until 31/12/2023
Profit after tax	93.460.291.389	108.657.044.446
<b>Total</b>	<b>93.460.291.389</b>	<b>108.657.044.446</b>

The after-tax profit for the 4th Quarter of 2024 increased by 86.01% compared to the 4th Quarter of 2023, primarily due to Southern Seed Joint Stock Company recording other income from asset transfers and the expiration of the company's tax incentives in 2024.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)****2. Transactions with related parties**

2.1. List of related parties which have a controlling relationship and/or significant transactions with the Company and its subsidiaries during this period is as follows:

<i>STT</i>	<i>Related Parties</i>	<i>Relationship</i>
1	PAN Group Joint Stock Company	Ultimate parent Company
2	PAN FARM Joint Stock Company	Parent Company
3	PAN Consumer Goods Distribution Joint Stock Company	Affiliate
4	Vinaseed Hanoi Investment and Investment Joint Stock Company	Subsidiaries
5	Quang Nam National Seed Joint Stock Company	Subsidiaries
6	Southern Seed Joint Stock Company	Subsidiaries
7	Southern Plant Seed Mechanical Joint Stock Company	Subsidiaries
8	Ha Nam Hi-tech Agricultural Investment and Development Joint Stock Company	Subsidiaries
9	Vietnam Rice Co., Ltd.	Subsidiaries
10	Vietnam National Agrifood Investment and Export Import Co., Ltd.	Subsidiaries

2.2. List of members of Board of Directors ("BOD"), Management, Board of Supervision ("BOS") in the period are as follows:

<i>Related Parties</i>	<i>Relationship</i>
Ms. Tran Kim Lien	Chairwoman of the Board of Directors
Ms. Le Thi Le Hang	Vice Chairwoman of the Board of Directors, independent member
Ms. Nguyen Thi Tra My	Member of the Board of Directors
Mr. Nguyen Quang Truong	Member of the Board of Directors/General Director
Ms. Nguyen Ngoc Anh	Member of the Board of Directors, Independent Member
Mr. Tran Dinh Long	Member of the Board of Directors, independent member
Mr. Pham Trung Dung	Deputy General Director
Mr. Duong Quang Sau	Deputy General Director
Mr. Nguyen Dinh Trung	Deputy General Director
Mr. Nguyen Trung Dung	Deputy General Director
Mr. Nguyen Anh Tuan	Head of the Supervisory Board
Mr. Do Tien Sy	Member of the Supervisory Board
Mr. Luong Ngoc Thai	Member of the Supervisory Board

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

The main operations with related parties in this period and the previous period are as follows:

Related parties	Relationship	Transactions	Unit: VND	
			From 01/01/2024 Until 31/12/2024	From 01/01/2023 Until 31/12/2023
PAN FARM Joint Stock Company	Parent Company	Dividends Announced	56.314.828.000	70.393.535.000
		Dividends Paid	56.314.828.000	56.314.828.000
		Loan		100.000.000.000
		Loan interest	5.013.698.628	2.035.616.438
PAN HULIC Joint Stock Company	Affiliate	Sales	413.768.000	
PAN Consumer Goods Distribution Joint Stock Company	Affiliate	Sales	560.535.000	
	Affiliate	Purchase	191.149.313	

On September 30, 2024 and December 31, 2023, the balance of other receivables and payables with related parties is as follows:

Stakeholders	Relationship	Transactions	Date 31/12/2024	Date 31/12/2023
<b>Short-term receivables of customers</b>				
<b>Other short-term payables</b>				
PAN FARM Joint Stock Company	Parent Company	Dividend payable	28.157.414.000	28.157.414.000
<b>Receivables from short-term loans</b>				
PAN Group Joint Stock Company	Ultimate parent Company	Loan principal	100.000.000.000	100.000.000.000
	Ultimate parent Company	Loan interest	1.671.332.876	2.035.616.438



## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

## Transactions with other related parties

Remuneration of the Board of Directors, the Supervisory Board and the Board of Management in the year:

Unit: VND

	Position	This year	Previous year (represented)
<b>BOARD OF DIRECTORS</b>		<b>1.500.000.000</b>	<b>1.423.611.111</b>
Ms. Tran Kim Lien	Chairwoman of the Board of Directors	250.000.000	250.000.000
Ms. Le Thi Le Hang	Independent Vice Chairwoman of the Board of Directors	250.000.000	250.000.000
Ms. Nguyen Thi Tra My	Member of the Board of Directors	250.000.000	250.000.000
Ms. Nguyen Ngoc Anh	Independent Member of the Board of Directors	250.000.000	250.000.000
Mr. Tran Dinh Long	Independent Member of the Board of Directors	250.000.000	173.611.111
Mr. Nguyen Quang Truong	Member of the Board of Directors, General Director	250.000.000	250.000.000
<b>SUPERVISORY BOARD</b>		<b>300.000.000</b>	<b>300.000.000</b>
Mr. Nguyen Anh Tuan	Head of the Supervisory Board	100.000.000	100.000.000
Mr. Do Tien Sy	Member of the Supervisory Board	100.000.000	100.000.000
Mr. Luong Ngoc Thai	Member of the Supervisory Board	100.000.000	100.000.000
<b>BOARD OF MANAGEMENT</b>		<b>11.147.283.936</b>	<b>11.704.687.710</b>
Ms. Tran Kim Lien	Chairman of the Board of Directors	1.834.000.000	2.550.000.000
Mr. Nguyen Quang Truong	General Director	2.976.560.000	3.687.500.000
Executive Board Members	Deputy General Director, Chief accountant	6.336.723.936	5.467.187.710

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

## 3. Commitments

## Operating lease commitment

The Company and its subsidiaries lease land under operating lease arrangements. The lease commitments as at the balance sheet dates under the operating lease agreements are as follows:

	Unit: VND	
	31/12/2024 (VND)	01/01/2024 (VND)
Up to 1 year	4.451.337.276	5.703.721.053
Over 1 – 5 years	12.041.726.962	8.984.709.417
Over 5 years	86.408.590.479	83.650.894.019
<b>Total</b>	<b>102.901.654.717</b>	<b>98.339.324.489</b>

## 4. Events after the balance sheet date

No matter or circumstance has arisen since the consolidated balance date that requires adjustment or disclosure in the consolidated financial statements of the Company and its subsidiaries.

## 5. Comparative Information

The data used for comparison is the data on the Financial Statements for the period ended December 31, 2023, of Vietnam Seed Group Joint Stock Company, which Ernst & Young Vietnam Co., Ltd, has audited.

Created January 20, 2024

PREPARER

CHIEF ACCOUNTANT

GENERAL DIRECTOR

  
 Nguyen Thi Nhu Quynh

  
 Phan The Ty

  
 Nguyen Quang T ruong

