

Hai Phong, April 29, 2025

**INFORMATION DISCLOSURE ON THE WEB PORTAL OF
THE STATE SECURITIES COMMISSION AND THE HO CHI MINH CITY
STOCK EXCHANGE HCM**

**To: - State Securities Commission
 - Ho Chi Minh City Stock Exchange**

Company: HAPACO GROUP JOINT STOCK COMPANY
Stock Code: HAP
Head Office Address: 3rd Floor, Green Building, No. 7, Lot 28A, Le Hong Phong Street,
Dong Khe Ward, Ngo Quyen District, Hai Phong City.
Telephone: (84 225) 3556 002
Fax: (84 225) 3556 008
Information discloser: Vu Xuan Thinh – Deputy General Director

Content of information to be announced:

Pursuant to the regulations on information disclosure, HAPACO Group Joint Stock Company would like to disclose information on the Separate and Consolidated Financial Statements for Quarter 1 of 2025, including:

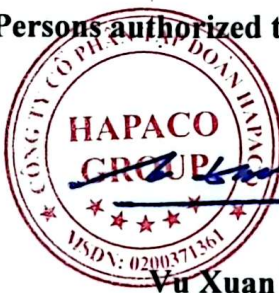
- Balance sheet;
- Report on production and business results;
- Cash flow statements;
- Explanation of financial statements.

This information is published on the website of HAPACO Group Joint Stock Company:

www.hapaco.vn Shareholder Relations section on 29/04/2025.

We commit that the information published above is true and fully responsible before the law for the content of the published information.

Persons authorized to disclose information


Vu Xuan Thinh

No: 22/2025/CV-HAP

"Re: Explanation of consolidated financial statements in Quarter 1, 2025"

Hai Phong, April 29, 2025

Respectfully to: - State Security Commission of Vietnam
- Ho Chi Minh Stock Exchange

Pursuant to the Circular No. 96/2020/TT-BTC on November 16, 2020 of the Ministry of Finance guiding on the disclosure of information on the stock market, Hapaco Group Joint Stock Company would like to explain the following content:

1. Explaining that the profit after corporate income tax at the income statement of the disclosing period changes by 10% or more compared to the income statement of the same period last year.

Details of difference in Profit after corporate income tax in Quarter 1, 2025 compared to Quarter 1, 2024: (Unit: VND)

Content	Quarter 1, 2024	Quarter 1, 2025	Difference	Rate of change
Profit after corporate income tax	2.130.757.404	432.572.843	1.698.184.561	-79,7%

Cause:

Due to the unstable production and business situation, production and export orders of the member company, not enough to cover the costs, in 2025, the consolidated financial report added a subsidiary, Green International Hospital Joint Stock Company, leading to an increase in revenue and a decrease in profit after corporate income tax of 79.7%.

The above main causes have led to an increase in the Company's accounting profit after corporate income tax in Quarter 1, 2025 compared to Quarter 1, 2024.

Above are explanations of Hapaco Group Joint Stock Company on the profit after corporate income tax of Hapaco Group.

Sincerely./.

Recipient:

- As above;
- Save in Archive, Finance and Accounting

HAPACO GROUP JOINT STOCK COMPANY
DEPUTY GENERAL DIRECTOR - IN CHARGE



HAPACO GROUP JOINT STOCK COMPANY
CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

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HAPACO GROUP JOINT STOCK COMPANY

Address: 3rd Floor, Green Building, No. 7, Lot 28A, Le Hong Phong Street, Dong Khe Ward, Ngo Quyen District, Hai Phong

CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

CONSOLIDATED BALANCE SHEET

As at 31 March 2025

Unit: VND

ASSETS	Code	Note	Final number	Beginning balance
A - CURRENT ASSETS	100		392,340,755,111	390,489,477,580
I. Cash and cash equivalents	110	V.1	20,651,040,229	17,297,445,823
1. Cash	111		20,651,040,229	16,297,445,823
2. Cash equivalents	112		-	1,000,000,000
II. Short-term financial investments	120		30,700,000,000	30,600,000,000
1. Trading securities	121		-	-
2. Provisions for devaluation of trading securities	122		-	-
3. Held-to-maturity investments	123	V.2a	30,700,000,000	30,600,000,000
III. Short-term receivables	130		244,528,792,374	245,926,894,181
1. Short-term trade receivables	131	V.3	102,692,032,088	104,672,223,588
2. Short-term prepayments to suppliers	132	V.4	2,573,158,369	2,016,278,951
3. Short-term inter-company receivables	133		-	-
4. Receivable according to the progress of construction contract	134		-	-
5. Receivables for short-term loans	135	V.5a	79,000,000,000	79,000,000,000
6. Other short-term receivables	136	V.6a	262,800,662,279	262,775,452,003
7. Allowance for short-term doubtful debts	137	V.7	(202,537,060,361)	(202,537,060,361)
8. Deficit assets for treatment	139		-	-
IV. Inventories	140	V.8	83,989,958,898	81,611,740,987
1. Inventories	141		84,587,809,452	82,209,748,683
2. Allowance for inventories	149		(597,850,554)	(598,007,696)
V. Other current assets	150		12,470,963,610	15,053,396,588
1. Short-term prepaid expenses	151	V.9a	3,105,048,372	902,294,588
2. Deductible VAT	152		8,609,751,237	13,337,363,971
3. Taxes and other receivables from the State	153	V.14	756,164,001	813,738,029
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-

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CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

Consolidated balance sheet (Cont.)

ASSETS	Code	Note	Final number	Beginning balance
B - NON-CURRENT ASSETS	200		1,278,636,139,136	1,283,396,964,604
I. Long-term receivables	210		269,048,220,000	269,048,220,000
1. Long-term trade receivables	211		-	-
2. Long-term prepayments to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term inter-company receivable	214		-	-
5. Receivables for long-term loans	215	V.5b	268,918,500,000	268,918,500,000
6. Other long-term receivables	216	V.6b	129,720,000	129,720,000
7. Allowance for long-term doubtful debts	219		-	-
II. Fixed assets	220		378,226,870,779	383,613,238,441
1. Tangible fixed assets	221	V.10	371,971,268,460	377,095,309,936
<i>Historical cost</i>	222		824,146,956,177	823,723,084,934
<i>Accumulated depreciation</i>	223		(452,175,687,717)	(446,627,774,998)
2. Financial leased assets	224	V.14	4,504,166,667	4,621,666,666
<i>Historical cost</i>	225		4,700,000,000	4,700,000,000
<i>Accumulated depreciation</i>	226		(195,833,333)	(78,333,334)
3. Intangible fixed assets	227	V.11	1,751,435,652	1,896,261,839
<i>Historical cost</i>	228		8,226,094,928	8,226,094,928
<i>Accumulated depreciation</i>	229		(6,474,659,276)	(6,329,833,089)
III. Investment property	230		-	-
<i>Historical cost</i>	231		-	-
<i>Accumulated depreciation</i>	232		-	-
IV. Long-term assets in process	240		1,859,798,751	1,391,770,202
1. Long-term work in process	241		-	-
2. Construction-in-progress	242	V.12	1,859,798,751	1,391,770,202
V. Long-term financial investments	250		55,850,000,000	55,849,999,999
1. Investments in subsidiaries	251		0	(1)
2. Investments in joint ventures and associates	252	V.2c	46,000,000,000	46,000,000,000
3. Investments in other entities	253	V.2c	17,450,000,000	17,450,000,000
4. Provisions for devaluation of long-term financial investments	254	V.2c	(17,000,000,000)	(17,000,000,000)
5. Held-to-maturity investments	255	V.2b	9,400,000,000	9,400,000,000
VI. Other non-current assets	260		573,651,249,606	573,493,735,963
1. Long-term prepaid expenses	261	V.9b	288,003,424,788	287,845,911,145
2. Deferred income tax assets	262		-	-
3. Long-term components and spare parts	263		-	-
4. Other non-current assets	268		-	-
5. Commercial advantage	269		285,647,824,818	285,647,824,818
TOTAL ASSETS	270		1,670,976,894,247	1,673,886,442,184

HAPACO GROUP JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

Consolidated balance sheet (Cont.)

CAPITAL SOURCES	Code	Note	Final number	Beginning balance
C- LIABILITIES	300		224,603,952,395	226,453,118,041
I. Current liabilities	310		131,247,938,563	130,773,924,209
1. Short-term trade payables	311	V.13	19,902,844,703	15,928,857,419
2. Short-term advances from customers	312	V.14	2,815,053,368	1,982,451,336
3. Taxes and other obligations to the State Budget	313	V.15	55,860,266,479	55,388,118,374
4. Payables to employees	314		8,563,149,608	14,332,350,013
5. Short-term accrued expenses	315	V.16	1,553,603,071	3,371,959,326
6. Short-term inter-company payable	316		-	-
7. Payable according to the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318		-	-
9. Other short-term payables	319	V.17	8,360,487,798	8,453,689,371
10. Short-term borrowings and financial leases	320	V.18a	32,101,049,228	29,784,103,448
11. Provision for short term payables	321		314,395,301	-
12. Bonus and welfare funds	322	V.19	1,777,089,008	1,532,394,922
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
II. Long-term liabilities	330		93,356,013,832	95,679,193,832
1. Long-term trade payables	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Inter-company payables for working capital	334		-	-
5. Long-term inter-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337		15,000,000	15,000,000
8. Long-term borrowings and financial leases	338	V.18b	18,122,540,677	20,445,720,677
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax	341		75,218,473,155	75,218,473,155
12. Provision for long term payables	342		-	-
13. Scientific and technological development fund	343		-	-

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CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

Consolidated balance sheet (Cont.)

CAPITAL SOURCES	Code	Note	Final number	Beginning balance
D - OWNER'S EQUITY	400		1,446,372,941,852	1,447,433,324,143
I. Owner's equity	410	V.20	1,446,372,941,852	1,447,433,324,143
1. Capital	411		1,110,977,720,000	1,110,977,720,000
- Ordinary shares with voting rights	411a		1,110,977,720,000	1,110,977,720,000
- Preference shares	411b		-	-
2. Share premiums	412		29,926,940,219	29,926,940,219
3. Bond conversion options	413		-	-
4. Other capital of owners	414		-	-
5. Treasury stocks	415		(4,464,450,000)	(4,464,450,000)
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418		23,928,249,828	23,928,249,828
9. Business arrangement supporting fund	419		-	-
10. Other equity fund	420		-	-
11. Undistributed post-tax profits	421		139,069,442,204	139,999,043,428
- Undistributed post-tax profits accumulated by the end of the previous period	421a		138,506,088,294	38,309,274,312
- Undistributed post-tax profits of current period	421b		563,353,910	101,689,769,115
12. Construction investment fund	422		-	-
13. Interest of non-controlling shareholders	429		146,935,039,601	147,065,820,668
II. Other sources and funds	430		-	-
1. Sources of expenditure	431		-	-
2. Funds that form fixed assets	432		-	-
TOTAL CAPITAL SOURCES	440		1,670,976,894,247	1,673,886,442,184

Created on 29 April, 2025

Prepared by

Chief Accountant

General Director



Pham Duc Phien



Pham Duc Phien



HAPACO GROUP JOINT STOCK COMPANY

Address: 3rd Floor, Green Building, No. 7, Lot 28A, Le Hong Phong Street, Dong Khe Ward, Ngo Quyen District, Hai Phong City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

CONSOLIDATED INCOME STATEMENT
for the accounting period from January 1, 2025 to March 31, 2025

ITEMS	Code	Note	Q.4/2024	Q.4/2023	Current year	Previous year
1. Revenue from sales of goods and rendering of services	01	VII.1	130,662,477,365	70,701,393,820	130,662,477,365	70,701,393,820
2. Revenue deductions	02	VII.1	-	200,000	-	200,000
3. Net revenue from sales of goods and rendering of services	10	VII.1	130,662,477,365	70,701,193,820	130,662,477,365	70,701,193,820
4. Cost of goods sold	11	VII.2	110,214,816,345	64,075,998,673	110,214,816,345	64,075,998,673
5. Gross profit from sales of goods and rendering of services	20		20,447,661,020	6,625,195,147	20,447,661,020	6,625,195,147
6. Financial income	21	VII.3	1,007,611,133	1,861,774,474	1,007,611,133	1,861,774,474
7. Financial expenses	22	VII.4	956,953,595	(3,953,683,191)	956,953,595	(3,953,683,191)
In which: interest expenses	23		910,537,441	129,200,112	910,537,441	129,200,112
8. Profit or loss in an associate or joint venture	24		-	1,643,177,544	-	1,643,177,544
9. Selling expenses	25	VII.5	3,910,192,297	2,815,439,077	3,910,192,297	2,815,439,077
10. General administration expenses	26	VII.6	15,210,836,787	8,350,595,411	15,210,836,787	8,350,595,411
11. Net profit from operating activities	30		1,377,289,474	2,917,795,868	1,377,289,474	2,917,795,868
12. Other income	31	VII.7	3,544,630	1,100	3,544,630	1,100
13. Other expense	32	VII.8	61,714,717	400,723,359	61,714,717	400,723,359
14. Other profit	40		(58,170,087)	(400,722,259)	(58,170,087)	(400,722,259)
15. Accounting profit before tax	50		1,319,119,387	2,517,073,609	1,319,119,387	2,517,073,609
16. Current corporate income tax expense	51	VII.9	886,546,544	386,316,205	886,546,544	386,316,205
17. Deferred corporate income tax expense	52		-	-	-	-
18. Profit after corporate income tax	60		432,572,843	2,130,757,404	432,572,843	2,130,757,404
19. Profit after tax of the parent company	61		563,353,910	2,281,842,327	563,353,910	2,281,842,327
20. Profit after tax of non-controlling shareholders	62		(130,781,067)	(151,084,923)	(130,781,067)	(151,084,923)
21. Basic earnings per share	70	VII.10	5.08	20.57	5.08	20.57
22. Diluted earnings per share	71	VII.10	5.08	20.57	5.08	20.57

Prepared by



Pham Duc Phien

Chief Accountant



Pham Duc Phien

Created on 29 April, 2025

General Director



HAPACO GROUP JOINT STOCK COMPANY

Address: 3rd Floor, Green Building, No. 7, Lot 28A, Le Hong Phong Street, Dong Khe Ward, Ngo Quyen District, Hai Phong City

CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

CONSOLIDATED CASH FLOW STATEMENT

(Under direct method)

for the accounting period from January 1, 2025 to March 31, 2025

Unit: VND

ITEMS	Code	Note	Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		1,319,119,387	2,517,073,609
2. Adjustments for:				
- Depreciation of fixed assets and investment properties	02		5,810,238,905	1,918,827,079
- Provisions	03		(160,080,219)	(7,972,655,152)
- Exchange gains, losses arising from revaluation of monetary items denominated in foreign currency	04		-	-
- Profits, losses from investing activities	05		(788,796,396)	(2,944,839,141)
- Interest expenses	06		910,537,441	129,200,112
- Other adjustments	07		-	-
3. Operating income before changes in working capital	08		7,091,019,118	(6,352,393,493)
- Increase, decrease in receivables	09		5,843,528,294	60,911,244,900
- Increase, decrease in inventories	10		(2,378,060,769)	1,620,011,381
- Increase, decrease in payables	11		(2,663,236,613)	(2,081,246,876)
- Increase, decrease in prepaid expenses	12		(2,360,267,427)	(1,159,206,723)
- Increase, decrease in trading securities	13		-	-
- Interest paid	14		(1,144,032,783)	(129,200,112)
- Corporate income tax paid	15		(391,835,402)	(433,187,937)
- Other proceeds from operating activities	16		-	-
- Other payments for operating activities	17		(773,942,670)	(5,000,000)
Net cash flows from operating activities	20		3,223,171,748	52,371,021,140
II. Cash flows from investing activities				
1. Payment for purchases or construction of fixed assets and other long - term assets	21		(891,899,792)	(2,546,346,750)
2. Proceeds from disposal of fixed assets and other long - term assets	22		-	-
3. Loans to and payments for purchase of debt instruments of other entities	23		(100,000,000)	(62,500,000,000)
4. Collections from borrowers and proceeds from disposal of debt instruments of other entities	24		-	-
5. Payments for investments in other entities	25		-	-
6. Proceeds from disposal of investments in other entities	26		-	-
7. Interests and dividends received	27		1,128,556,670	9,233,194,127
Net cash flows from investing activities	30		136,656,878	(55,813,152,623)

HAPACO GROUP JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

Consolidated cash flow statement (Cont.)

ITEMS	Code	Note	Current year	Previous year
III. Cash flows from financing activities				
1. Proceeds from share issuance, capital contribution of owners	31		-	-
2. Repayments of capital contributions to owners and re-purchase of stocks already issued	32		-	-
3. Drawdown of borrowings	33		10,067,899,988	15,946,987,816
4. Repayments of borrowings	34		(10,074,134,208)	(11,097,860,000)
5. Repayments of finance lease	35		-	-
6. Dividends, profits paid to shareholders	36		-	-
Net cash flows from financing activities	40		(6,234,220)	4,849,127,816
Net cash flows during the year	50		3,353,594,406	1,406,996,333
Cash and cash equivalents at the beginning of year	60	V.1	17,297,445,823	11,187,241,877
Effect of exchange rate fluctuations on cash and cash	61		-	-
Cash and cash equivalents at the beginning of year	70	V.1	20,651,040,229	12,594,238,210

Prepared by



Pham Duc Phien

Chief Accountant



Pham Duc Phien

Created on 29 April, 2025

General Director



Vu Xuan Thuy

HAPACO GROUP JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

I. CHARACTERISTICS OF COMPANY'S OPERATIONS

1. **Form of capital ownership** : Joint stock company
2. **Business field** : Financial investment, Production, trade and service provision
3. **Main business activities during the year**
 - Production of pulp and paper of all kinds;
 - Financial investment and securities trading;
 - Hotel, restaurant and eco-tourism business;
 - Printing: Printing of gold paper for import and export;
 - Hospital activities./.

4. **Number of employees as of March 31, 2025:** 859 employees (beginning of year number is 859 people)

5. **Normal production and business cycle:** Within 12 months

6. List of consolidated subsidiaries

Unit name	Address	Business Field	Proportion own	Proportion vote
Subsidiary				
Hai Phong Paper Joint Stock Company	No. 441A - Ton Duc Thang - Hai Phong	Paper production	99.91%	99.91%
Hapaco Yen Son Company Limited	Nuoc Mat Village, Au Lau Commune, Yen Bai City, Yen Bai Province	Paper production	100.00%	100.00%
Hapaco Dong Bac Company Limited	Van Mai Commune - Mai Chau - Hoa Binh	Forestry, paper production	100.00%	100.00%
Hai Ha Joint Stock Company	Vinh Tuy - Bac Quang - Ha Giang	Paper production	61.54%	61.54%
Hai Phong Hapaco Paper Joint Stock Company	Dai Ban Commune - An Duong - Hai Phong	Paper production	99.89%	99.89%
Green International Hospital Joint Stock Company	No. 738, Nguyen Van Linh, Le Chan, Hai Phong	Hospital service business	84.81%	84.81%

7. Affiliated companies

Unit name	Address	Business Field	Proportion own	Proportion vote
Affiliated companies				
Green International General Hospital Joint Stock Company - Hai Duong	No. 39 Pham Hong Thai Street, Quang Trung Ward, Hai Duong City	Hospital service business	46.00%	46.00%

HAPACO GROUP JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

for the accounting period from January 1, 2025 to March 31, 2025

Notes to the Consolidated Financial Statements (continued)

Green - Hai Duong International General Hospital Joint Stock Company is in the investment phase, therefore, this Company is not consolidated using the equity method.

II. FISCAL YEAR, CURRENCY USED IN ACCOUNTING**1. Fiscal year**

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

2. Currency used in accounting

The currency used in accounting is Vietnamese Dong (VND).

III. ACCOUNTING STANDARDS AND REGIMES APPLIED**1. Applicable accounting regime**

The Company applies the Vietnamese Enterprise Accounting Regime issued under Circular No. 200/2014/TT-BTC dated December 22, 2014 of the Minister of Finance and circulars guiding the implementation of accounting standards and regimes of the Ministry of Finance.

2. Statement on compliance with accounting standards and accounting regimes

The Board of Directors ensures that it has complied with the requirements of the Vietnamese accounting standards and the Vietnamese Enterprise Accounting System issued under Circular No. 200/2014/TT-BTC dated December 22, 2014 of the Minister of Finance as well as the circulars guiding the implementation of accounting standards and systems of the Ministry of Finance in preparing the Consolidated Financial Statements.

3. Applicable accounting form

The company uses a computerized general journal accounting system.

IV. ACCOUNTING POLICIES APPLIED**1. Basis for preparing Consolidated Financial Statements**

The consolidated financial statements are prepared on the accrual basis of accounting (except for information relating to cash flows).

The consolidated financial statements include the financial statements of Hapaco Group Joint Stock Company (parent company) and its subsidiaries. A subsidiary is an entity controlled by the parent company. Control exists when the parent company has the power, directly or indirectly, to govern the financial and operating policies of a subsidiary so as to obtain benefits from its activities. When assessing control, potential voting rights that are currently exercisable or convertible are taken into account.

The results of operations of subsidiaries acquired or sold during the year are presented in the Consolidated Statement of Income from the date of acquisition or up to the date of sale of the investment in that subsidiary.

In case the accounting policy of a subsidiary is different from the accounting policy applied consistently in the Company, the Financial Statements of the subsidiary will be appropriately adjusted before being used for preparing the Consolidated Financial Statements.

Balances of accounts on the Balance Sheet between companies in the same Group, internal transactions, unrealized internal profits arising from these transactions are eliminated when preparing the Financial Statements.

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Unrealized losses resulting from intra-group transactions are also eliminated unless cost is unrecoverable.

Minority interests represent the portion of the profits and net assets of a subsidiary not held by the parent company's shareholders and are presented separately in the consolidated income statement and consolidated balance sheet. Minority interests consist of the amount of the minority interests at the date of the original business combination and the minority interest in changes in equity since the date of the combination. Losses corresponding to the minority shareholders' share in excess of their share in the equity of the

The loss of a subsidiary is deducted from the Group's interest unless the minority shareholder has a binding obligation and is able to make an additional investment to cover the loss.

2. Business combination

Business combinations are accounted for using the purchase method. The cost of a business combination is the fair value, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued by the Group, in exchange for control of the acquired business and, in addition, any costs directly attributable to the combination. Identifiable assets acquired, liabilities and contingent liabilities assumed in a business combination are measured at their fair values at the date of the combination.

The difference between the cost of the business combination and the Company's share of the fair value of the acquired party's identifiable assets, liabilities and contingent liabilities recognised at the acquisition date is recognised as goodwill. If the cost of the business combination is less than the fair value of the acquired party's identifiable assets, liabilities and contingent liabilities recognised, the difference is recognised in the income statement in the year of the acquisition.

3. Commercial advantage

Goodwill is the excess of the cost of acquisition over the Company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the subsidiary at the date of acquisition. Goodwill is recognised as an asset on the Consolidated Balance Sheet and is amortised on a straight-line basis over a period of 10 years (for investments in subsidiaries).

4. Principles of recording cash and cash equivalents

Cash includes cash on hand, demand deposits, monetary gold used for value storage purposes, excluding gold classified as inventories used as raw materials for the production of products or goods for sale.

Cash equivalents are short-term investments with a recovery or maturity of no more than 3 months from the date of purchase, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

5. Principles of accounting for financial investments

Held to maturity investments

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

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Held-to-maturity investments are initially recognized at cost, which includes the purchase price and any costs associated with the transaction. After initial recognition, these investments are recognized at their recoverable amount. Interest income from investments held to maturity after the acquisition date is recognized in the Income Statement on an accrual basis. Interest earned before the Company holds the investment is deducted from the cost at the acquisition date.

When there is strong evidence that part or all of an investment may not be recovered and the amount of loss can be reliably determined, the loss is recorded in financial expenses in the year and the investment value is directly deducted.

Loans

Loans are measured at cost less allowance for doubtful debts. Allowance for doubtful debts on loans is made based on the expected level of loss that may occur.

Investments in subsidiaries and associates

Affiliated companies

An associate is an enterprise in which the Company has significant influence but not control over the financial and operating policies. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control over those policies.

Investments in subsidiaries and associates are initially recorded at cost, including the purchase price or capital contribution plus costs directly related to the investment. In case of investment in non-monetary assets, the cost of the investment is recorded at the fair value of the non-monetary assets at the time of arising.

Dividends and profits from periods prior to the investment being purchased are recorded as a reduction in the value of the investment itself. Dividends and profits from periods subsequent to the investment being purchased are recorded as revenue. Dividends received in shares are only tracked by the number of shares increased, not the value of the shares received/recorded at par value.

Provision for losses on investments in subsidiaries and associates is made when a subsidiary or associate suffers a loss, with the provision equal to the difference between the actual capital contributions of the parties in the subsidiary or associate and the actual equity multiplied by the Company's capital contribution ratio compared to the total actual capital contributions of the parties in the subsidiary or associate.

Increase or decrease in the provision for investment losses in subsidiaries and associates that must be set up at the end of the fiscal year is recorded in financial expenses.

Investments in equity instruments of other entities

Investments in equity instruments of other entities include investments in equity instruments but the Company does not have control, joint control or significant influence over the investee.

Investments in equity instruments of other entities are initially recorded at cost, including the purchase price or capital contribution plus direct costs related to the investment. Dividends and profits from periods prior to the investment being purchased are recorded as a reduction in the value of the investment itself. Dividends and profits from periods subsequent to the investment being purchased are recorded as revenue. Dividends received in shares are only tracked by the number of additional shares, not recording the value of shares received/recorded at par value (except for state-owned enterprises in accordance with current regulations of law).

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Provision for losses on investments in equity instruments of other entities is made as follows:

- For investments in listed shares or for which the fair value of the investment is reliably determined, the provision is based on the market value of the shares.
- For investments whose fair value cannot be determined at the reporting date, provisions are made based on the loss of the investee with the provision equal to the difference between the actual capital contribution of the parties at other entities and the actual equity multiplied by the Company's capital contribution ratio compared to the total actual capital contribution of the parties at other entities.

Increases and decreases in the provision for investment losses in equity instruments of other entities that need to be set up at the end of the fiscal year are recorded in financial expenses.

6. Principles of accounting for receivables

Accounts receivable are stated at carrying amount less allowance for doubtful debts.

The classification of receivables as trade receivables and other receivables is carried out according to the following principles:

- Trade receivables reflect commercial receivables arising from purchase-sale transactions between the Company and buyers who are independent entities of the Company, including receivables for export sales entrusted to other entities.
- Other receivables reflect non-commercial receivables not related to purchase and sale transactions.

Provision for doubtful debts is made for each doubtful debt based on the age of overdue debts or the expected level of loss that may occur, specifically as follows:

- For overdue receivables:
 - 30% of the value for overdue receivables from 6 months to less than 1 year.
 - 50% of the value for overdue receivables from 1 year to less than 2 years.
 - 70% of the value for receivables overdue from 2 years to less than 3 years.
 - 100% of the value for receivables 3 years or more old.
- For receivables that are not overdue but are unlikely to be recovered: establish provisions based on expected loss level.

7. Principles of inventory recognition

Inventories are stated at the lower of cost and net realizable value.

The cost of inventories is determined as follows:

- Raw materials, goods: include purchase costs and other directly relevant costs incurred in bringing inventories to their present location and condition.
- Finished products: include costs of raw materials, direct labor and related general manufacturing costs allocated based on normal operating levels/land use rights costs, direct costs and related general costs incurred during the investment process of constructing finished real estate products.
- Work in progress costs: include only the cost of main raw materials (or other appropriate cost factors).

Net realizable value is the estimated selling price of inventories in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

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The cost of inventories is calculated using the weighted average method and is accounted for using the perpetual inventory method.

Provision for inventory decline is made at the end of the year when there is a decrease in the net realizable value compared to the original cost of inventory.

8. Principles of recognition and depreciation of tangible fixed assets

Fixed assets are stated at cost less accumulated depreciation. The cost of fixed assets includes all costs incurred by the Company to acquire fixed assets up to the date the asset is ready for use. Expenditures incurred after initial recognition are only recorded as an increase in the cost of fixed assets if it is certain that these costs will result in an increase in future economic benefits from the use of the asset. Expenditures that do not satisfy the above conditions are recorded immediately as expenses.

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

Fixed assets are depreciated using the straight - line method over their estimated useful lives . The depreciation years for various types of fixed assets are as follows :

<u>Type of fixed asset</u>	<u>No. 5</u>
Houses, buildings	5 – 25
Machinery and equipment	5 – 7
Means of transport and transmission	6 – 10
Management equipment	03 - 05
Other assets	3 – 20

9. Principles of accounting for intangible fixed assets

Intangible fixed assets are stated at cost less accumulated depreciation.

Land use rights

Land use rights include:

- + Land use rights legally transferred; and
- + Land use rights leased before the effective date of the Land Law (2003) for which land rent has been paid for a lease term longer than 5 years and a Land Use Rights Certificate has been issued by a competent authority.

The original cost of land use rights includes all costs directly attributable to the acquisition of the land use rights. Land use rights with a definite term are amortized using the straight-line method over the effective period of the land use rights certificate. Land use rights with an indefinite term are not amortized.

Computer software

The cost of acquiring new computer software that is not an integral part of the related hardware is accounted for as an intangible asset. Computer software is amortized on a straight-line basis over 5 to 8 years.

10. Accounting principles for financial lease fixed assets

Leases are classified as finance leases if substantially all the risks and rewards incidental to ownership of the asset remain with the lessee. Leased fixed assets are stated at cost less accumulated depreciation. The cost of leased fixed assets is the lower of the fair value of the leased asset at the inception of the lease and the present value of the minimum lease payments.

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The discount rate used to calculate the present value of the minimum lease payments is the interest rate implicit in the lease or the interest rate stated in the lease. In cases where the interest rate implicit in the lease cannot be determined, the borrowing rate at the inception of the lease is used.

The original cost of a finance leased fixed asset is recorded at the fair value of the leased asset/or the present value of the minimum lease payment (in case the fair value is higher than the present value of the minimum lease payment)(*) plus initial direct costs incurred in connection with the finance lease. The minimum lease payment does not include the VAT payable to the lessor.

(*) Interest rate applicable to calculate the present value of the minimum lease payments for the lease of the asset: The lessee's marginal borrowing rate.

Financial leased fixed assets are depreciated over the useful life of the leased assets.

11. Principles of accounting for prepaid expenses

Prepaid expenses record actual expenses that have been incurred but are related to the business performance of many accounting periods and the transfer of these expenses to the business performance of the following accounting periods.

Tools, instruments

Tools and equipment put into use are allocated to expenses using the straight-line method with an allocation period of no more than 02 years.

Major repair costs

Factory repair costs are allocated to expenses using the straight-line method with an allocation period of no more than 03 years .

12. Accounting principles for payables and accrued expenses

Liabilities and accruals are recognized for amounts to be paid in the future for goods and services received. Accruals are recognized based on reasonable estimates of the amounts to be paid.

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

- Trade payables reflect commercial payables arising from transactions of purchasing goods, services, assets and the seller is an independent entity from the Corporation/Enterprise, including payables when importing through a consignee.
- Payable expenses reflect amounts payable for goods and services received from sellers or provided to buyers but not yet paid due to lack of invoices or insufficient accounting records and documents, and amounts payable to employees for leave wages, production and business expenses that must be accrued in advance.
- Other payables reflect non-commercial payables not related to the purchase, sale or provision of goods and services.

13. Accounting principles for loans and financial lease liabilities

The company must monitor in detail the payment terms of loans and financial leases. For loans with a repayment period of more than 12 months from the date of the financial statements, accountants present them as long-term loans and financial leases. For loans due within the next 12 months from the date of the financial statements, accountants present them as short-term loans and financial leases to have a payment plan.

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For finance lease liabilities, the total lease liability reflected on the credit side of account 341 is the total amount payable calculated by the present value of the minimum lease payments or the fair value of the leased asset.

Loans and debts in foreign currency must be converted into accounting currency at the actual transaction exchange rate at the time of occurrence;

- When paying debts or borrowing in foreign currency, the Debit side of account 341 is converted according to the actual accounting exchange rate for each subject;
- When preparing the Financial Statements, the balance of loans and financial leases in foreign currencies must be re-evaluated at the actual transaction exchange rate at the time of preparing the Financial Statements.
- Exchange rate differences arising from the payment and year-end revaluation of loans and financial leases in foreign currencies are recorded in financial revenue or expenses.

14. Principle of equity recognition

Owner's equity

Owner's equity is recorded according to the actual capital contributed by shareholders/members/owners.

Capital surplus

Share capital surplus is recorded as the difference between the issue price and the par value of shares when first issued, additional issued, the difference between the reissue price and the book value of treasury shares and the equity component of convertible bonds at maturity. Direct costs related to the additional issuance of shares and reissue of treasury shares are recorded as a decrease in share capital surplus .

Other owners' equity

Other capital is formed by supplementing from business results, revaluation of assets and the remaining value between the fair value of donated, presented, and sponsored assets after deducting taxes payable (if any) related to these assets.

Retained earnings

Retained earnings reflect the Company's business results after corporate income tax and the Company's profit distribution or loss handling situation.

Principles of dividend recognition

Dividends are recognized as liabilities when declared.

15. Principles and methods of revenue recognition

a) Revenue from sales of goods and finished products

Revenue from the sale of goods and finished products is recognized when all of the following conditions are simultaneously satisfied:

- The enterprise has transferred the significant risks and rewards of ownership of the products or goods to the buyer.
- The enterprise no longer holds the right to manage the goods as the owner of the goods or the right to control the goods.
- Revenue is determined with relative certainty. When a contract stipulates that the buyer has the right to return the purchased products or goods under specific conditions, revenue is only recognized when those specific conditions no longer exist and the buyer is not entitled to return the products or goods (except in cases where the customer has the right to return the goods in exchange for other goods or services).

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- The enterprise has obtained or will obtain economic benefits from the sale transaction.
- Identify the costs associated with a sales transaction.

b) Service revenue

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

- Revenue is measured reliably. When a contract provides that the buyer has the right to return the services purchased under specific conditions, revenue is recognized only when the specific conditions no longer exist and the buyer has no right to return the services provided.
- It is possible to obtain economic benefits from the transaction of providing that service.
- Determine the portion of work completed as of the end of the fiscal year.
- Identify the costs incurred for the transaction and the costs to complete the transaction to provide that service.

b) Financial revenue

Revenue arising from interest, royalties, dividends, shared profits and other financial revenue is recorded when both (02) of the following conditions are simultaneously satisfied:

- It is probable that the economic benefits associated with the transaction will flow to the entity;
- Revenue is determined with relative certainty.

16. Principles of accounting for cost of goods sold

Cost of goods sold during the year is recorded in accordance with revenue generated during the year and ensures compliance with the principle of prudence.

For direct material costs consumed in excess of normal levels, labor costs, and fixed general manufacturing costs not allocated to the value of products in stock, accountants must immediately calculate them into the cost of goods sold (after deducting compensation, if any), even when the products and goods have not been determined to be consumed.

The provision for inventory price reduction is included in the cost of goods sold based on the quantity of inventory and the difference between the net realizable value being less than the original price of inventory. When determining the volume of inventory with price reduction requiring provision, the accountant must exclude the volume of inventory for which a sales contract has been signed (with a net realizable value not lower than the book value) but has not been transferred to the customer if there is certain evidence that the customer will not abandon the contract .

17. Principles of accounting for borrowing costs

Borrowing costs include interest and other costs incurred in connection with borrowing.

Borrowing costs are recognized as expenses when incurred. Where borrowing costs are directly related to the construction or production of an asset that takes a substantial period of time (over 12 months) to get ready for its intended use or sale, these borrowing costs are capitalized. For loans specifically used to build fixed assets or investment properties, interest is capitalized even if the construction period is less than 12 months. Income from temporary investment of loans is recorded as a reduction in the original cost of the related assets.

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For general borrowings used for the purpose of investment in construction or production of unfinished assets, the capitalized borrowing costs are determined according to the capitalization rate for the weighted average cumulative costs incurred for investment in basic construction or production of that asset. The capitalization rate is calculated according to the weighted average interest rate of the outstanding loans during the year, except for separate loans serving the purpose of forming a specific asset .

18. Principles of accounting for sales costs and business management costs

Selling expenses reflect actual costs incurred in the process of selling products, goods, and providing services, including costs of offering, introducing products, advertising products, sales commissions, product and goods warranty costs (except construction activities), preservation, packaging, transportation costs, etc.

Business management costs reflect the general management costs of the enterprise, including costs for salaries of employees in the business management department (salaries, wages, allowances, etc.); social insurance, health insurance, union fees, unemployment insurance for business management employees; costs of office materials, labor tools, depreciation of fixed assets used for business management; land rent, business license tax; provision for bad debts; services.

Purchased from outside (electricity, water, telephone, fax, property insurance, fire insurance...); other cash expenses (reception, customer conference...).

19. Principles and methods of recording current corporate income tax expenses and deferred corporate income tax expenses

Current income tax

Current income tax is the tax that is calculated on taxable income. Taxable income differs from accounting profit due to adjustments for temporary differences between tax and accounting, non-deductible expenses as well as adjustments for non-taxable income and losses carried forward.

Deferred income tax

Deferred income tax is the income tax payable or recoverable in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and their tax basis. Deferred income tax liabilities are recognised for all taxable temporary differences. Deferred income tax assets are recognised only when it is probable that future taxable profits will be available against which the deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each financial year and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred tax assets are reviewed at the end of each financial year and recognised to the extent that it is probable that sufficient taxable profit will be available to utilise the unrecognised deferred tax assets.

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

Income statement and only directly to equity when the tax relates to items directly to equity.

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Notes to the Consolidated Financial Statements (continued)

Deferred income tax assets and deferred income tax liabilities are offset when :

- The Corporation has a legal right to set off current income tax assets against current income tax liabilities; and
- These deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority:
 - For the same taxable entity; or

The Group intends to settle its current income tax liabilities and current income tax assets on a net basis or to realise the assets and settle the liabilities simultaneously in each future period in which significant amounts of deferred income tax liabilities or deferred income tax assets are expected to be settled or realised.

20. Financial instruments

i. Financial assets

Classification of financial assets

The Company classifies its financial assets into the following groups: financial assets at fair value through the Statement of Business Performance, investments held to maturity, loans and receivables, and available-for-sale financial assets. The classification of these financial assets depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

Financial assets are recorded at fair value through the Statement of Business Performance

Financial assets are classified as measured at fair value through the Statement of Income if they are held for trading or designated as such at fair value through the Statement of Income upon initial recognition.

Financial assets are classified as held for trading securities if:

- Purchased or created primarily for the purpose of resale in the short term;
- The Company intends to hold for the purpose of short-term profit;
- Derivative financial instruments (except for derivative financial instruments that are identified as a financial guarantee contract or a designated and effective hedging instrument).

Held to maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Company has the intention and ability to hold to maturity.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments and are not listed on an active market.

Financial assets available for sale

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale or that are not classified as financial assets at fair value through profit or loss, held-to-maturity investments, or loans and receivables.

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Initial book value of financial assets

Financial assets are recognised at the date of acquisition and derecognised at the date of sale. At the time of initial recognition, financial assets are measured at their purchase price/issuance costs plus any other costs directly attributable to the acquisition or issue of the financial asset.

ii. Financial liabilities

The Company classifies financial liabilities into groups: financial liabilities recorded at fair value through the Income Statement, financial liabilities determined at amortized cost. The classification of financial liabilities depends on the nature and purpose of the financial liability and is determined at the time of initial recognition.

Financial liabilities are recorded at fair value through the Statement of Income.

A financial liability is classified as measured at fair value through the Statement of Income if it is held for trading or designated as such at fair value through the Statement of Income upon initial recognition.

Financial liabilities are classified as held for trading securities if:

- Issued or created primarily for the purpose of repurchasing in the short term;
- The Company intends to hold for the purpose of short-term profit;
- Derivative financial instruments (except for derivative financial instruments that are identified as a financial guarantee contract or a designated and effective hedging instrument).

Financial liabilities are measured at amortized cost.

Financial liabilities are measured at amortised cost, which is the amount at which the financial liability is initially recognised minus principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction (directly or through the use of an allowance account) for impairment or uncollectibility.

The effective interest method is a method of calculating the amortized cost of a financial liability or group of financial liabilities and allocating interest income or expense over the relevant year. The effective interest rate is the rate at which estimated future cash flows that will be paid or received over the expected life of the financial instrument or, if appropriate, shorter, are discounted to the net present carrying amount of the financial liability.

Initial book value of financial liability

At initial recognition, financial liabilities are measured at issue price plus any costs directly attributable to the issue of the financial liability.

iii. Equity instruments

An equity instrument is a contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities .

21. Offsetting of financial instruments

Financial assets and financial liabilities are offset against each other and presented at net value in the Balance Sheet when and only when the Company:

- Has a legal right to set off the amount recorded; and
- Intend to settle on a net basis or to realise the asset and settle the liability simultaneously.

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22. Report by department

segment is a distinguishable component that is engaged in providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments .

23. Related parties

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

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

Transactions with related parties during the period are presented in note IX.1.

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V. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE CONSOLIDATED BALANCE SHEET**1. Cash and cash equivalents**

	<u>Final number</u>	<u>First year number</u>
Cash	3,048,274,321	1,663,677,648
Bank deposit	17,602,765,908	14,633,768,175
Add	20,651,040,229	17,297,445,823

2. Financial investments**a) Held to maturity investment**

	<u>Final number</u>		<u>Beginning of year number</u>	
	<u>Original price</u>	<u>Book value</u>	<u>Original price</u>	<u>Book value</u>
<i>Short term</i>	30,700,000,000	30,700,000,000	30,600,000,000	30,600,000,000
Bank deposits with remaining term of less than 12 months	30,700,000,000	30,700,000,000	30,600,000,000	30,600,000,000
<i>Long term</i>	9,400,000,000	9,400,000,000	9,400,000,000	9,400,000,000
Bank deposits with remaining term of over 12 months (*)	9,400,000,000	9,400,000,000	9,400,000,000	9,400,000,000
Add	40,100,000,000	40,100,000,000	40,000,000,000	40,000,000,000

(*) Term deposits with a term of more than 3 months at Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch with interest rates from 5.45%/year to 6.5%/year. Term deposits at Hai Phong Paper Joint Stock Company with an amount of VND 15,000,000,000 are being used as collateral for a loan at Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch under credit limit contract No. 202126060107-2024 signed on May 22, 2024.

b) Long-term financial investment

	<u>Final number</u>		<u>Beginning of year number</u>	
	<u>Original price</u>	<u>Preventive</u>	<u>Original price</u>	<u>Preventive</u>
<i>Investment in joint ventures and associates</i>	46,000,000,000		46,000,000,000	
Green International General Hospital Joint Stock Company - Hai Duong	46,000,000,000	-	46,000,000,000	-
<i>Investing in other entities</i>	17,450,000,000	17,000,000,000	17,450,000,000	17,000,000,000
Hanfinco Investment Joint Stock Company	15,000,000,000	15,000,000,000	15,000,000,000	15,000,000,000
Tien Sa Oriental Medicine Joint Stock Company	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000
An Binh Joint Stock Company	450,000,000	-	450,000,000	-
Add	63,450,000,000	17,000,000,000	63,450,000,000	17,000,000,000

HAPACO GROUP JOINT STOCK COMPANY

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for the accounting period from January 1, 2025 to March 31, 2025

Notes to the Consolidated Financial Statements (continued)**Details of capital investments in other entities as at March 31, 2025**

Company	Address	Rate of Benefit	Voting ratio	Main business activities
<i>Investment in joint ventures and associates</i>				
Green International General Hospital Joint Stock Company - Hai Duong	Green International General Hospital Joint Stock Company - Hai Duong	46.00%	46.00%	Hospital service business
<i>Investing in other entities</i>				
Hai Phong Securities Joint Stock Company	Joint No. 7, Lot 28A, Le Hong Phong Street, Dong Khe Ward, Ngo Quyen District, Hai Phong City, Vietnam	6.64%	6.64%	Brokerage, trading, securities investment consulting
Hafinco Investment Stock Company	Joint No. 135 Dien Bien Phu, Hong Bang, Hai Phong	15.00%	15.00%	Management consulting activities
Tien Sa Oriental Medicine Joint Stock Company	Hai Tan Ward, Hai Duong	20.00%	20.00%	Oriental medicine business

3. Short-term trade receivables

	Final number	First year number
<i>Receivable from related parties</i>	21,619,360,013	21,185,011,620
Vida Hai Phong Company Limited	1,612,812,648	922,559,544
Hai Duong Paper Packaging Joint Stock Company	20,006,547,365	20,262,452,076
<i>Receivables from other customers</i>	81,072,672,075	83,487,211,968
HOUH YOW ENTERPRISE COMPANY	30,159,904,844	33,897,507,532
Hapaco Textile Garment Joint Stock Company	12,257,402,677	12,257,402,677
XUZHOU SHUANGXING ALUMINIUM INDUSTRY CO.,LTD	7,329,414,194	7,697,822,657
Sao Do Industrial Company Limited Vietnam	3,905,486,706	4,949,423,696
Tri Viet Technology Joint Stock Company	3,883,240,980	3,415,437,360
Other objects	23,537,222,674	21,269,618,046
Add	102,692,032,088	104,672,223,588

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for the accounting period from January 1, 2025 to March 31, 2025

Notes to the Consolidated Financial Statements (continued)

4. Short-term seller advance

	Final number		Beginning of year number	
	Value	Preventive	Value	Preventive
<i>Prepay to other sellers</i>	2,573,158,369	-	2,016,278,951	-
Hoang Mai Construction Steel Structure Joint Stock Company	-	-	600,000,000	-
Phuc Binh Construction and Consulting Company Limited	500,000,000	-	500,000,000	-
Environmental Consulting and Communication Center	240,000,000	-	240,000,000	-
An Phu Dong Concrete Joint Stock Company	348,360,425	-	-	-
Hoang Hai Phat One Member Co., Ltd.	400,670,840	-	-	-
Phuong Duyet Company Limited	212,467,200	-	-	-
Other objects	871,659,904	-	676,278,951	-
Add	2,573,158,369	-	2,016,278,951	-

5. Loan receivable**a) Short-term loan receivable**

	Final number		Beginning of year number	
	Value	Preventive	Value	Preventive
<i>Receivable from related parties</i>	79,000,000,000	(25,000,000,000)	79,000,000,000	(25,000,000,000)
Hapaco Hanoi Trading and Import Export Company Limited	25,000,000,000	(25,000,000,000)	25,000,000,000	(25,000,000,000)
Mr. Vu Duong Hien (1)	37,500,000,000	-	37,500,000,000	-
Mr. Vu Xuan Cuong (2)	16,500,000,000	-	16,500,000,000	-
Add	79,000,000,000	(25,000,000,000)	79,000,000,000	(25,000,000,000)

b) Long-term loan receivable

	Final number		Beginning of year number	
	Value	Preventive	Value	Preventive
<i>Receivable from related parties</i>	268,918,500,000	-	268,918,500,000	-
Green International General Hospital Joint Stock Company - Hai Duong (*)	268,918,500,000	-	268,918,500,000	-
Add	268,918,500,000	-	268,918,500,000	-

(*) Loan under Loan Agreement No. 01/2024/HD-GREEN dated August 15, 2024 with a loan term of 18 months.

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for the accounting period from January 1, 2025 to March 31, 2025

Notes to the Consolidated Financial Statements (continued)**6. Other receivables****a) Other short-term receivables**

	Final number		Beginning of year number	
	Value	Preventive	Value	Preventive
Receivable from related parties	72,011,306,841	61,973,893,612	71,116,547,212	61,973,893,612
Vida Hai Phong Company Limited	12,754,873,668	11,860,114,039	11,860,114,039	11,860,114,039
Authorization to deposit savings with Mr. Vu Duong Hien	9,000,000,000	-	9,000,000,000	-
Hapaco Hanoi Trading and Import Export Company Limited	663,017,782	663,017,782	663,017,782	663,017,782
Hanfinco Investment Joint Stock Company	49,450,761,791	49,450,761,791	49,450,761,791	49,450,761,791
Hapaco Labor Export and Tourism Services Company Limited	142,653,600	-	142,653,600	-
Receivables from other organizations and individuals	190,789,355,438	81,453,601,682	191,658,904,791	81,453,601,682
Advance	3,765,488,051	-	326,038,180	-
Short-term margin, margin	596,810,000	-	596,810,000	-
Advance payment for the Group's Representative Office at 47 Pho Moi - Thuy Nguyen District - Hai Phong City to implement the Vietnam - Korea Hospital project.	8,397,819,000	8,397,819,000	8,397,819,000	8,397,819,000
Interest on deposit contract	-	-	339,760,274	-
Hapaco Textile Garment Joint Stock Company	49,141,080,282	49,141,080,282	49,141,080,282	49,141,080,282
Mr. Do Ngoc Duc	19,050,000,000	-	19,050,000,000	-
Mr. Khong Van Oanh	19,050,000,000	-	19,050,000,000	-
Ms. Do Thi Lan Huong	19,050,000,000	-	19,050,000,000	-
Mr. Nguyen Tuan Anh - Securities Investment Trust	45,450,000,000	13,790,395,409	45,450,000,000	13,790,395,409
Mr. Hoang Van Vinh - Advance payment to individuals performing work for the Company	9,471,400,000	9,471,400,000	9,471,400,000	9,471,400,000
Other personal receivables	13,475,294,000	-	-	-
Other objects	3,341,464,105	652,906,991	20,785,997,055	652,906,991
Add	262,800,662,279	143,427,495,294	262,775,452,003	143,427,495,294

b) Other long-term receivables

	Final number	First year number
Bet, deposit	129,720,000	129,720,000
Add	129,720,000	129,720,000

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Notes to the Consolidated Financial Statements (continued)

7. Provision for doubtful short-term receivables

	<u>This time</u>
<i>Beginning of year number</i>	<i>(202,537,060,361)</i>
Increase in the year	-
Decrease in period	-
Final number	<u>(202,537,060,361)</u>

8. Inventory

	Final number		Beginning of year number	
	Original price	Preventive	Value	Preventive
Raw materials	42,331,306,509	(235,246,413)	40,242,801,880	(234,180,669)
Tools, instruments	1,692,512,360	-	2,245,836,404	-
Production and business costs incomplete	5,503,178,198	-	6,026,665,514	-
Finished product	28,279,306,577	(362,604,141)	28,532,636,735	(363,827,027)
Goods sent for sale	2,334,375,519	-	2,060,946,950	-
Add	<u>84,587,809,452</u>	<u>(597,850,554)</u>	<u>82,209,748,683</u>	<u>(598,007,696)</u>

9. Prepaid expenses**a) Short-term prepaid expenses**

Is a tool waiting to be allocated

b) Long-term prepaid expenses

Land rent in Yen Bai, Land lease advantage in Hai Phong, Tools and major repair costs awaiting allocation.

(*) Prepaid land rent for an area of 6,841.3 m2 in Quarter 1, Co Phuc Town, Tran Yen District, Yen Bai Province according to Land Use Right No. CL589013 issued on November 27, 2027. The land use right is being mortgaged for a loan from Vietnam Joint Stock Commercial Bank for Investment and Development of Hapaco Yen Son Company Limited according to Land Use Right Mortgage Contract No. 01/2018/783193/HDBD dated January 25, 2018 and the mortgaged asset valuation record dated June 6, 2023.

(**) The value of land lease benefits from the right to use the land lot at 738 Nguyen Van Linh Street, Niem Nghia Ward, Le Chan District, Hai Phong City with an area of 11,460.1 m2 and a remaining usage period of 55.083 years of Green International Hospital Joint Stock Company. However, currently the land use right certificate with a term in the name of Hapaco Group Joint Stock Company, Green International Hospital Joint Stock Company is in the process of transferring ownership.

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for the accounting period from January 1, 2025 to March 31, 2025

Notes to the Consolidated Financial Statements (continued)**10. Tangible fixed assets**

	Houses, buildings	Machinery and equipment	Means of transport, transmission	Management equipment and tools	Other fixed assets	Add
Original price						
Beginning of year number	551,608,450,118	248,257,630,542	19,797,660,220	3,028,944,132	1,030,399,922	823,723,084,934
Increase in period	368,829,993	55,041,250	-	-	-	423,871,243
Final number	551,977,280,111	248,312,671,792	19,797,660,220	3,028,944,132	1,030,399,922	824,146,956,177
Depreciation value						
Beginning of year number	227,288,222,918	205,285,550,516	11,559,044,480	1,880,403,244	614,553,840	446,627,774,998
Depreciation during the period	3,330,841,359	1,765,863,621	413,189,642	18,544,222	19,473,875	5,547,912,719
Increase due to asset revaluation	575,661,502	978,047,252	42,000,000	24,399,360	-	1,620,108,114
Final number	231,194,725,779	208,029,461,389	12,014,234,122	1,923,346,826	634,027,715	453,795,795,831
Residual value						
Beginning of year number	324,320,227,201	42,972,080,026	8,238,615,740	1,148,540,888	415,846,082	377,095,309,936
Final number	320,782,554,333	40,283,210,403	7,783,426,098	1,105,597,306	396,372,207	370,351,160,346

The original cost of fully depreciated tangible fixed assets still in use as of March 31, 2025 is VND 259,115,153,378 (as of December 31, 2024 is VND 259,115,153,378).

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Notes to the Consolidated Financial Statements (continued)**11. Intangible fixed assets**

	Right of Use land (*)	Other intangible fixed assets	Add
Original price			
Beginning of year number	5,845,229,650	2,380,865,278	8,226,094,928
Final number	5,845,229,650	2,380,865,278	8,226,094,928
<i>In there:</i>			
<i>Fully depreciated but still in use</i>	-	-	-
Depreciation value			
Beginning of year number	5,114,576,032	1,215,257,057	6,329,833,089
Depreciation during the period	73,065,372	71,760,815	144,826,187
Final number	5,187,641,404	1,287,017,872	6,474,659,276
Residual value			
Beginning of year number	1,022,915,106	220,651,481	1,243,566,587
Closing balance	949,849,734	204,890,666	1,154,740,400

(*) Include:

Value of long-term land use rights at Hai Phong Hapaco Paper Joint Stock Company. As of March 31, 2025, the original cost and remaining value are VND 5,845,229,650 and VND 657,588,246, respectively.

12. Cost of unfinished construction

	Final number	First year number
Cost of unfinished construction	1,859,798,751	1,391,770,202
Add	1,859,798,751	1,391,770,202

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CONSOLIDATED FINANCIAL STATEMENTS

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Notes to the Consolidated Financial Statements (continued)**13. Short-term trade payables**

	Final number	First year number
<i>Payable to other suppliers</i>	<u>19,902,844,703</u>	<u>15,928,857,419</u>
Construction Joint Stock Company No. 15	1,294,044,600	1,294,044,600
Viet Thang Company Limited	1,056,033,612	1,199,990,376
Geetech Company Limited	1,167,648,403	1,138,339,603
HC Thanh Phat Company Limited	2,158,245,540	1,497,360,276
Other suppliers	14,226,872,548	10,799,122,564
Add	<u>19,902,844,703</u>	<u>15,928,857,419</u>

14. Short-term advance payment buyer

	Final number	First year number
<i>Payable to other suppliers</i>	<u>2,815,053,368</u>	<u>1,982,451,336</u>
Other objects	2,815,053,368	1,982,451,336
Add	<u>2,815,053,368</u>	<u>1,982,451,336</u>

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Notes to the Consolidated Financial Statements (continued)**15. Taxes and other payments to the State**

	Beginning of year number		Number of issues during the period		Final number	
	Must Pay	Receivables	Amount payable	Amount paid	Must Pay	Receivables
VAT on domestic sales	2,073,074,988	92,994,870	4,051,917,324	4,786,490,942	1,342,488,724	96,982,224
Corporate income tax	25,893,174,308	717,082,971	886,546,544	391,835,402	26,280,889,708	610,087,226
Personal income tax	358,614,277		1,363,771,458	1,329,156,702	393,229,033	-
Resource tax	8,847,766	3,660,188	9,157,476	15,239,340	2,765,902	3,660,188
Land rent, land tax	235,269,920	-	933,801,138	192,749,425	1,021,755,996	45,434,363
Other taxes, fees and charges	26,819,137,116		15,000,000	15,000,000	26,819,137,116	-
Add	55,388,118,374	813,738,029	7,260,193,940	6,730,471,811	55,860,266,479	756,164,001

The Company's tax settlement will be subject to examination by the Tax Authority. Since the application of tax laws and regulations to various types of transactions can be interpreted in different ways, the tax amounts presented in the Consolidated Financial Statements may be changed at the discretion of the Tax Authority.

Value Added Tax

The company pays value added tax by the deduction method with a VAT rate of 10%.

Corporate income tax

According to Investment Certificate No. 10121000007 dated May 31, 2007 of the People's Committee of Ha Giang province, Hai Ha Joint Stock Company enjoys a preferential tax rate of 10% on profits earned and the Company is exempted from corporate income tax for 04 years from the time of taxable income (from 2008 to 2011) and a 50% reduction in tax payable for the next 09 years (from 2012 to 2020).

Hapaco Group Joint Stock Company and other subsidiaries pay corporate income tax on taxable income at a rate of 20%.

Other taxes

Declare and pay taxes according to state regulations

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Notes to the Consolidated Financial Statements (continued)**16. Short-term payable expenses**

	Final number	First year number
<i>Payable to other organizations and individuals</i>	1,553,603,071	3,371,959,326
Money spent on emulation rewards	-	1,866,500,000
Interest expense payable	-	233,495,342
Electricity cost	521.187.603	597.133.057
Shipping cost	208,800,000	205,050,000
Other short-term payable expenses	823.615.468	469,780,927
Add	1,553,603,071	3,371,959,326

17. Other short-term payables

	Final number	First year number
<i>Payable to related parties</i>	4,848,425,000	4,848,425,000
Hai Phong Securities Joint Stock Company	4,831,500,000	4,831,500,000
Other individuals involved	16,925,000	16,925,000
<i>Payable to other entities and individuals</i>	3,512,062,798	3,605,264,371
Union dues	622,043,062	670,246,180
Social insurance	431,437,126	329,869,760
Health insurance	60,756,311	59,792,799
Unemployment insurance and occupational accidents and diseases	31,283,252	25,431,638
Receive deposits, short-term bets	-	8,000,000
Operating expenses of the Board of Directors and Board of Supervisors	428,101,800	677,101,800
Other short-term payables	1,938,441,247	1,834,822,194
Add	8,360,487,798	8,453,689,371

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Notes to the Consolidated Financial Statements (continued)

18. Loans and financial leases**a) Short-term loans and finance leases**

	Final number		Beginning of year number	
	Value	Number of debtors	Value	Number of debtors
<i>Short-term borrowings and finance lease liabilities payable to related parties</i>	<i>12,320,000,000</i>	<i>12,320,000,000</i>	<i>12,320,000,000</i>	<i>12,320,000,000</i>
Long-term loan due to Mr. Vu Duong Hien - loan of Green International Hospital Joint Stock Company	12,320,000,000	12,320,000,000	12,320,000,000	12,320,000,000
<i>Short-term loans and financial leases payable to other organizations and individuals</i>	<i>19,781,049,228</i>	<i>19,781,049,228</i>	<i>17,464,103,448</i>	<i>17,464,103,448</i>
Short term bank loans	18,382,800,188	18,382,800,188	15,786,012,600	15,786,012,600
Joint Stock Commercial Bank for Investment and Development of Vietnam - Yen Bai Branch - Loan of Hapaco Yen Son Company Limited (1)	3,723,059,488	3,723,059,488	900,000,000	900,000,000
Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch - Loan of Hai Phong Paper Joint Stock Company (2)	14,659,740,700	14,659,740,700	14,886,012,600	14,886,012,600
Long term loan due	1,398,249,040	1,398,249,040	1,678,090,848	1,678,090,848
Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch - Loan of Hai Ha Joint Stock Company	833,240,000	833,240,000	1,000,080,000	1,000,080,000
Asia Commercial Bank Leasing Company Limited - Hanoi Branch - lease of financial assets of Green International Hospital Joint Stock Company	565,009,040	565,009,040	678,010,848	678,010,848
Add	32,101,049,228	32,101,049,228	29,784,103,448	29,784,103,448

(1) Loan from Vietnam Joint Stock Commercial Bank for Investment and Development under credit limit contract No. 01/2024/783193/HDTD dated June 20, 2024. Interest is calculated according to each debt receipt. The loan is secured under land use rights mortgage contract No. 01/2018/783193/HDBD dated January 25, 2018 and Toyota car with license plate No. 21H-5738 under asset mortgage contract No. 01/2011/HD dated August 1, 2011.

(2) Loan from Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch under Credit Limit Contract No. 202126060107-2024 signed on May 22, 2024. Interest rates are specified in each specific credit document. The collateral is the term deposit at Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch according to deposit contracts No. 030090512559/EA122159 dated August 24, 2023 with a value of VND 9,400,000,000, deposit contract No. 030088241238/EA122029 dated March 22, 2023 with a value of VND 3,600,000,000, deposit contract No. 030080836984/EA105141 dated December 28, 2021 with a value of VND 1,076,041,096, deposit contract No. 030084176091/EA115929 dated August 1, 2022 with a value of VND 1,076,041,096. 1,000,000,000 VND as Note V.2.

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Notes to the Consolidated Financial Statements (continued)**b) Long-term loans and financial leases**

	Final number		Beginning of year number	
	Value	Number of debtors	Value	Number of debtors
Long-term loans and finance leases payable to related parties	12,320,000,000	12,320,000,000	12,320,000,000	12,320,000,000
Mr. Vu Duong Hien - loan from Green International Hospital Joint Stock Company (5)	12,320,000,000	12,320,000,000	12,320,000,000	12,320,000,000
Long-term loans and financial leases payable to other organizations and individuals	19,781,049,228	19,781,049,228	17,464,103,448	17,464,103,448
Long term bank loans	18,382,800,188	18,382,800,188	15,786,012,600	15,786,012,600
Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch - Loan of Hai Ha Joint Stock Company (3)	3,723,059,488	3,723,059,488	900,000,000	900,000,000
Asia Commercial Bank Leasing Company Limited - Hanoi Branch - lease of financial assets of Green International Hospital Joint Stock Company (4)	14,659,740,700	14,659,740,700	14,886,012,600	14,886,012,600
Add	32,101,049,228	32,101,049,228	29,784,103,448	29,784,103,448

(3) Loan from Saigon Thuong Tin Commercial Joint Stock Bank under loan contract No. 202327327316 dated January 23, 2024 with loan amount of VND 2,000,000,000, loan term of 24 months from disbursement date. Interest rate for the first 6 months is 9.5%, the next 6 months is 9.8% and from the following 13th month, the base interest rate for medium and long term plus margin of 2.4% and loan interest is paid periodically according to the principal repayment schedule. Loan purpose: Investment in purchasing machinery and equipment.

(4) Financial leasing contract No. 30.0424/HĐCTTC-GR with the amount of VND 3,372,720,000, loan term of 60 months, floating interest rate for each period. The purpose of financial leasing of assets is to serve medical activities. The collateral is the financial leasing of machinery and equipment: 32-slice CT scan system.

(5) Loan to Mr. Vu Duong Hien under loan contract No. 01/2023/HD-GREEN dated July 8, 2023 with loan amount of VND 50,300,000,000, loan term of 45 months from disbursement date. Interest rate is 11%/year for the purpose of borrowing to repay bank debt and without collateral.

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Notes to the Consolidated Financial Statements (continued)

Details of the short-term loans are as follows:

	Beginning of year number	Amount of loan incurred during the period	Loan amount paid during the period	Final number
Short-term borrowings and finance lease liabilities payable to related parties	12,320,000,000	-	-	12,320,000,000
Long-term loan due to Mr. Vu Duong Hien - loan of Green International Hospital Joint Stock Company	12,320,000,000	-	-	12,320,000,000
Short term bank loans	15,786,012,600	10,067,899,988	(7,471,112,400)	18,382,800,188
Joint Stock Commercial Bank for Investment and Development of Vietnam - Yen Bai Branch - Loan of Hapaco Yen Son Company Limited	900,000,000	2,823,059,488	-	3,723,059,488
Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch - Loan of Hai Phong Paper Joint Stock Company	14,886,012,600	7,244,840,500	(7,471,112,400)	14,659,740,700
Long term loan due	1,678,090,848	-	(279,841,808)	1,398,249,040
Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch - Loan of Hai Ha Joint Stock Company	1,000,080,000	-	(166,840,000)	833,240,000
Asia Commercial Bank Leasing Company Limited - Hanoi Branch - lease of financial assets of Green International Hospital Joint Stock Company	678,010,848	-	(113,001,808)	565,009,040
Add	29,784,103,448	10,067,899,988	(7,750,954,208)	32,101,049,228

Details of the long-term loans are as follows:

	Beginning of year number	Amount of loan incurred during the period	Loan amount paid during the period	Final number
Long-term loans and finance lease liabilities payable to related parties	17,820,000,000	-	(2,323,180,000)	15,496,820,000
Mr. Vu Duong Hien - loan from Green International Hospital Joint Stock Company	17,820,000,000	-	(2,323,180,000)	15,496,820,000
Long-term loans and financial leases payable to other organizations and individuals	2,625,720,677	-	-	2,625,720,677
Long term bank loans	2,625,720,677	-	-	2,625,720,677
Saigon Thuong Tin Commercial Joint Stock Bank - Hai Phong Branch - Loan of Hai Ha Joint Stock Company	83,180,000	-	-	83,180,000
Asia Commercial Bank Leasing Company Limited - Hanoi Branch - lease of financial assets of Green International Hospital Joint Stock Company	2,542,540,677	-	-	2,542,540,677
Add	20,445,720,677	-	(2,323,180,000)	18,122,540,677

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Notes to the Consolidated Financial Statements (continued)**19. Welfare reward fund**

	Beginning of year number	Fund allocation during the period	Fund disbursement during the period	Final number
Bonus and welfare fund	1,532,394,922	1,018,636,756	(773,942,670)	1,777,089,008
Add	1,532,394,922	1,018,636,756	(773,942,670)	1,777,089,008

20. Equity***Equity Fluctuation Reconciliation Table***

	Owner's equity	Capital surplus	Treasury stock	Development investment fund	Undistributed profit after tax	Non-Controlling Shareholder Interests	Add
Beginning balance of this year	1,110,977,720,000	29,926,940,219	(4,464,450,000)	23,928,249,828	139,999,043,428	147,065,820,668	1,447,433,324,143
Profit for the period	-	-	-	-	563,353,910	(130,781,067)	432,572,843
Fund Provisions	-	-	-	-	(1,492,955,134)	-	(1,492,955,134)
Closing balance	1,110,977,720,000	29,926,940,219	(4,464,450,000)	23,928,249,828	139,069,442,204	146,935,039,601	1,446,372,941,852

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Notes to the Consolidated Financial Statements (continued)**Share**

	Final number	Beginning of year number
Number of shares registered for issuance	111,097,772	111,097,772
Number of shares issued/sold to the public	111,097,772	111,097,772
- <i>Common stock</i>	111,097,772	111,097,772
- <i>Preferred stock</i>		
Number of shares bought back	155,470	155,470
- <i>Common stock</i>	155,470	155,470
- <i>Preferred stock</i>		
Number of shares outstanding	110,942,302	110,942,302
- <i>Common stock</i>	110,942,302	110,942,302
- <i>Preferred stock</i>	-	-

Par value of outstanding shares: 10,000 VND/share

VI. ADDITIONAL INFORMATION FOR ITEMS PRESENTED OFF THE CONSOLIDATED BALANCE SHEET**1. Foreign currency balance details**

	Final number	Beginning of year number
Foreign currency balance details		
USD	205,544.88	263,686.99

2. Details of bad debts handled

	Final number	First year number
Bad debt resolved	21,130,134,967	21,130,134,967
Add	21,130,134,967	21,130,134,967

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Notes to the Consolidated Financial Statements (continued)

VII. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE CONSOLIDATED STATEMENT OF INCOME**1. Net revenue from sales and services**

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Total revenue	130,662,477,365	70,701,393,820
+ Revenue from sales of goods and finished products	95,107,643,405	70,701,393,820
+ Service revenue	35,554,833,960	-
Revenue deductions	-	(200,000)
Add	<u>130,662,477,365</u>	<u>70,701,193,820</u>

2. Cost of goods sold

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Cost of goods and finished products	82,804,399,635	64,075,998,673
Cost of service	27,410,416,710	-
Add	<u>110,214,816,345</u>	<u>64,075,998,673</u>

3. Financial revenue

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Interest on deposits and loans	788,796,396	1,301,661,597
Realized exchange rate difference	218,814,737	560,112,877
Add	<u>1,007,611,133</u>	<u>1,861,774,474</u>

4. Financial costs

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Interest expense	910,537,441	129,200,112
Realized exchange rate difference loss	46,416,154	161,458,462
Provision/Reversal of provision for impairment of trading securities and investment losses	-	(4,246,881,523)
Other financial costs	-	2,539,758
Add	<u>956,953,595</u>	<u>(3,953,683,191)</u>

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Notes to the Consolidated Financial Statements (continued)**5. Cost of sales**

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Employee costs	10,206,000	6,075,000
Fixed asset depreciation costs	40,584,636	40,584,636
Outsourcing service costs	3,293,014,737	2,648,493,960
Other cash expenses	566,386,924	120,285,481
Add	<u>3,910,192,297</u>	<u>2,815,439,077</u>

6. Business management costs

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>This year</u>
Employee costs	6,371,266,133	3,127,862,465
Material cost management	83,887,663	28,858,819
Fixed asset depreciation costs	360,432,657	306,619,083
Taxes, fees and charges	485,855,373	29,026,906
Provision for doubtful debts/Reversal of provision for doubtful debts	-	(3,725,550,743)
Allocation of commercial advantage	-	-
Outsourcing service costs	4,590,875,284	8,232,441,517
Other cash expenses	3,318,519,677	351,337,364
Add	<u>15,210,836,787</u>	<u>8,350,595,411</u>

7. Other income

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Other income	3,544,630	1,100
Add	<u>3,544,630</u>	<u>1,100</u>

8. Other costs

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Tax fines, back taxes, administrative fines, late payment fines	8,592,886	8,139,074
Other costs	53,121,831	392,584,285
Add	<u>61,714,717</u>	<u>400,723,359</u>

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Notes to the Consolidated Financial Statements (continued)**9. Basic earnings per share**

	Accumulated from the beginning of the year to the end of this period	
	This year	Last year
Accounting profit after corporate income tax	563,353,910	2,281,842,327
Adjustments to increase or decrease accounting profit to determine profit attributable to common stockholders:	-	-
Earnings per share	563,353,910	2,281,842,327
Weighted average number of common shares outstanding during the period	110,942,302	110,942,302
Basic earnings per share	5,08	20,57

Average common shares outstanding during the period are calculated as follows:

	Accumulated from the beginning of the year to the end of this period	
	This year	Last year
Common shares outstanding at the beginning of the year	110,942,302	110,942,302
Effect of common stock issued	-	-
Average common shares outstanding during the period	110,942,302	110,942,302

VIII. OTHER INFORMATION**1. Transactions with related parties are as follows:*****Transactions with key management members and related individuals***

Key management members and related individuals include: members of the Board of Directors, Directors, Chief Accountants and close family members of these individuals.

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Notes to the Consolidated Financial Statements (continued)**Transactions with other related parties:**

Related parties	Relationship
<i>Investing in other entities</i>	
Green International Hospital Joint Stock Company Portal	Affiliated companies
	Hapaco Group is a shareholder of the Company. Mr. Vu Duong Hien is Chairman of the Board of Directors.
Hai Phong Securities Joint Stock Company	Mr. Vu Duong Hien is Chairman of the Board of Members.
Hafinco Investment Joint Stock Company	Hapaco Group is a shareholder of the Company.
Tien Sa Oriental Medicine Joint Stock Company	
<i>Other objects</i>	
Vida Hai Phong Company Limited	Mr. Vu Duong Hien is Chairman of the Board of Members of the Company.
Hapaco Hanoi Trading and Import Export Company Limited	Mr. Vu Duong Hien is the Director of the Company.

At the end of the accounting period, the liabilities with related parties are presented in notes V.3; V5; V.6.

2. Parts information

Segment information is presented by business segment and geographical area. The primary segment reporting is by geographical area based on the internal organizational and management structure and internal financial reporting system of the Enterprise.

Geographical area

The Company's operations are mainly distributed in Hai Phong area, Yen Bai area, Hoa Binh area, Ha Giang area.

Information on the operating results, fixed assets and other long-term assets and the value of major non-cash expenses of the segment by geographical area based on the location of the Company's customers is as follows:

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Notes to the Consolidated Financial Statements (continued)

	<u>Hai Phong</u>	<u>Yen Bai</u>	<u>Peace</u>	<u>Ha Giang</u>	<u>Exclusions</u>	<u>Add</u>
This time						
Net revenue from sales and services to outside	96,247,191,806	33,374,059,800	97,080,559	944,145,200	-	130,662,477,365
Net sales and service revenue between segments	-	1,005,317,750	9,529,664,541	1,977,222,500	(12,512,204,791)	-
Total net revenue from sales and services	96,247,191,806	34,379,377,550	9,626,745,100	2,921,367,700	(12,512,204,791)	130,662,477,365
Component cost	83,397,060,982	28,081,786,425	7,890,836,250	3,357,337,479	(12,512,204,791)	110,214,816,345
Business results by division	12,850,130,824	6,297,591,125	1,735,908,850	(435,969,779)	-	20,447,661,020
Costs not allocated by department						(19,121,029,084)
Profit from business activities						1,326,631,936
Financial revenue						1,007,611,133
Financial costs						(956,953,595)
Profit and loss in joint ventures and associates						-
Other income						3,544,630
Other costs						(61,714,717)
Current corporate income tax expense						(886,546,544)
Deferred corporate income tax expense						-
Profit after corporate income tax						432,572,843

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CONSOLIDATED FINANCIAL STATEMENTS

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Notes to the Consolidated Financial Statements (continued)

The assets and liabilities of the Company's geographical segments are as follows:

	<u>Hai Phong</u>	<u>Yen Bai</u>	<u>Peace</u>	<u>Ha Giang</u>	<u>Exclusions</u>	<u>Add</u>
Final number						
Direct assets of the department	2,093,798,772,420	42,254,606,457	16,669,009,152	22,669,801,761	(504,415,295,543)	1,670,976,894,247
Assets allocated to the department						
Assets not allocated by segment						
Total assets	<u>2,093,798,772,420</u>	<u>42,254,606,457</u>	<u>16,669,009,152</u>	<u>22,669,801,761</u>	<u>(504,415,295,543)</u>	<u>1,670,976,894,247</u>
Direct liabilities of the department	232,105,437,177	12,398,839,858	9,094,661,334	10,743,158,124	(39,738,144,098)	224,603,952,395
Liabilities allocated to the department						
Liabilities not allocated by segment						
Total liabilities	<u>232,105,437,177</u>	<u>12,398,839,858</u>	<u>9,094,661,334</u>	<u>10,743,158,124</u>	<u>(39,738,144,098)</u>	<u>224,603,952,395</u>

Business Field

The company has the following main business areas:

- Manufacturing and trading of all kinds of paper products
- Service sector
- Other fields

Details of net revenue from sales and provision of services to outside by business sector are as follows:

	Accumulated from the beginning of the year to the end of this period	
	<u>This year</u>	<u>Last year</u>
Field of production and trading of all kinds of paper products	95.107.643.405	70,701,193,820
Service sector, other sectors	35,554,833,960	-
Add	<u>130.662.477.365</u>	<u>70,701,193,820</u>

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Notes to the Consolidated Financial Statements (continued)**3. Credit risk**

Credit risk is the risk that a party to a contract is unable to fulfill its obligations, resulting in a financial loss to the Company.

The Company is exposed to credit risk from its operating activities (primarily trade receivables) and financing activities (bank deposits, loans and other financial instruments).

Accounts receivable

The Company minimizes credit risk by only dealing with financially sound entities, requiring letters of credit to be opened for entities that are trading for the first time or have no information on their financial capabilities, and having accounts receivable staff regularly monitor receivables to urge collection. On this basis, and the Company's receivables are related to many different customers, credit risk is not concentrated on a particular customer.

Bank deposit

The majority of the Company's bank deposits are held at large, reputable banks in Vietnam. The Company considers the concentration of credit risk in bank deposits to be low.

4. Liquidity risk

Liquidity risk is the risk that the Company will have difficulty meeting its financial obligations due to lack of funds.

The Board of Directors has the ultimate responsibility for liquidity risk management. The Company's liquidity risk arises primarily from the mismatch of maturities between its financial assets and financial liabilities.

The Company manages liquidity risk by maintaining an appropriate level of cash and cash equivalents and borrowings deemed adequate by the Board of Directors to meet the Company's operational needs and to mitigate the effects of fluctuations in cash flows.

The maturity of financial liabilities based on undiscounted contractual payments is as follows:

	1 year or less	Over 1 year to 5 years	Over 5 years	Add
Final number				
Loans and Debts	32.101.049.228	18,122,540,677	-	50,223,589,905
Payable to seller	19.902.844.703	-	-	19.902.844.703
Other payables	18,477,240,477	15,000,000	-	18,492,240,477
Add	70,481,134,408	18,137,540,677	-	88.618.675.085
Beginning of year number				
Loans and Debts	29,784,103,448	20,445,720,677	-	50,229,824,125
Payable to seller	15,928,857,419	-	-	15,928,857,419
Other payables	26,157,998,710	15,000,000	-	26,172,998,710
Add	71,870,959,577	20,460,720,677	-	92,331,680,254

The Company believes that the concentration of risk with respect to debt repayment is low. The Company is able to repay its debts when they fall due from cash flows from operations and proceeds from maturing financial assets.

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Notes to the Consolidated Financial Statements (continued)**5. Fair value of financial assets and liabilities**

	Book value		Fair value	
	Final number	Beginning of year number	Final number	Beginning of year number
Financial assets				
Cash and cash equivalents	20,651,040,229	17,297,445,823	20,651,040,229	17,297,445,823
Trading securities				
Financial assets available for sale	86,550,000,000	86,449,999,999	86,550,000,000	86,449,999,999
Accounts receivable	102,692,032,088	104,672,223,588	102,692,032,088	104,672,223,588
Loans	347,918,500,000	347,918,500,000	347,918,500,000	347,918,500,000
Other receivables	262.930.382.279	262.905.172.003	262.930.382.279	262.905.172.003
Financial assets available for sale	55,850,000,000	55,849,999,999	55,850,000,000	55,849,999,999
Add	876,591,954,596	875.093.341.411	876,591,954,596	875.093.341.411
Financial liabilities				
Loans and Debts	50,223,589,905	50,229,824,125	50,223,589,905	50,229,824,125
Payable to seller	19.902.844.703	15,928,857,419	19.902.844.703	15,928,857,419
Other payables	18,492,240,477	26,172,998,710	18,492,240,477	26,172,998,710
Add	88.618.675.085	92,331,680,254	88.618.675.085	92,331,680,254

The fair value of financial assets and financial liabilities is reflected at the amount at which the financial instruments could be exchanged in a current transaction between knowledgeable and willing parties.

The Company uses the following methods and assumptions to estimate fair value:

- The fair value of cash, short-term bank deposits, trade receivables, payables to suppliers and other short-term liabilities is equivalent to the book value of these items because these instruments have short maturities.
- The fair value of receivables and loans with fixed or variable interest rates is assessed based on information such as interest rates, risks, repayment capacity and the nature of risks related to the debt. Based on this assessment, the Company estimates the allowance for the portion that is likely to be uncollectible.

The fair value of listed available-for-sale financial assets is the published trading price at the end of the financial year. The fair value of unlisted available-for-sale financial assets is estimated using appropriate valuation methods.

6. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk includes three types: currency risk, interest rate risk and other price risk.

The sensitivity analyses presented below are based on a constant value of net debt, with the ratio of fixed-rate debt to floating-rate debt remaining constant.

Foreign exchange risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

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Notes to the Consolidated Financial Statements (continued)

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company's interest rate risk relates primarily to cash and borrowings.

The Company manages interest rate risk by analyzing market conditions to obtain the most favorable interest rates while remaining within its risk management limits.'

Other price risks

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices other than changes in interest rates and foreign exchange rates .

7. Comparison information

Beginning of year comparative figures are figures on the Consolidated Financial Statements for the accounting period from January 1, 2024 to March 31, 2024 and the Consolidated Financial Statements for 2024.

Established, April 29, 2025

The chartist

Chief Accountant

Deputy General Director in Charge



Pham Duc Phien

Pham Duc Phien

Vu Xuan Thuy