



THIÊN LONG GROUP CORPORATION

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**



THIEN LONG GROUP CORPORATION

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THIEN LONG GROUP CORPORATION

CORPORATE INFORMATION

Enterprise registration certificate

No. 0301464830 dated 14 March 2005 was initially issued by the Department of Planning and Investment of Ho Chi Minh City and the latest 22nd amendment dated 21 November 2023

Board of Directors

Mr. Co Gia Tho	Chairman
Ms. Tran Thai Nhu	Member
Ms. Co Ngan Binh	Member
Ms. Co Cam Nguyet	Member
Mr. Tayfun Uner	Member
Mr. Pham Nguyen Tri	Member
Mr. Nguyen Dinh Tam	Member

Board of Supervisors

Ms. Nguyen Thi Bich Nga	Head
Ms. Ta Hong Diep	Member
Ms. Vu Thi Thanh Nga	Member

Chief Executive Officer

Ms. Tran Phuong Nga	Chief Executive Officer
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Legal Representative

Ms. Tran Phuong Nga	Chief Executive Officer
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Registered office

10th Floor, Sofic Tower, No. 10, Mai Chi Tho Street,
Thu Thiem Ward, Thu Duc City,
Ho Chi Minh City, Vietnam

Auditor

PwC (Vietnam) Limited

THIEN LONG GROUP CORPORATION

STATEMENT OF THE CHIEF EXECUTIVE OFFICER

Statement of responsibility of the Chief Executive Officer of the Company in respect of the interim consolidated financial statements

The Chief Executive Officer of Thien Long Group Corporation ("the Company") is responsible for preparing the interim consolidated financial statements of the Company and its subsidiaries (together, "the Group") which give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2024, and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended. In preparing these interim consolidated financial statements, the Chief Executive Officer is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent; and
- Prepare the interim consolidated financial statements on a going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Chief Executive Officer is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the interim consolidated financial position of the Group and enable interim consolidated financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the interim consolidated financial statements. The Chief Executive Officer is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud or errors.

Approval of the interim consolidated financial statements

I hereby, approve the accompanying interim consolidated financial statements as set out on pages 5 to 50 which give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2024, and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements.



Tran Phuong Nga
Chief Executive Officer
Legal Representative

Ho Chi Minh City, SR Vietnam
20 August 2024



REPORT ON THE REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION TO THE SHAREHOLDERS OF THIEN LONG GROUP CORPORATION

We have reviewed the accompanying interim consolidated financial statements of Thien Long Group Corporation (“the Company”) and its subsidiaries (together, “the Group”) which were prepared on 30 June 2024, and approved by the Chief Executive Officer on 20 August 2024. The interim consolidated financial statements comprise the interim consolidated balance sheet as at 30 June 2024, the interim consolidated income statement, the interim consolidated cash flow statement for the six-month period then ended, and explanatory notes to the interim consolidated financial statements including significant accounting policies, as set out on pages 5 to 50.

The Chief Executive Officer’s Responsibility

The Chief Executive Officer of the Company is responsible for the preparation and the true and fair presentation of these interim consolidated financial statements of Company in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of interim consolidated financial statements, and for such internal control which the Chief Executive Officer determines is necessary to enable the preparation and presentation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express a conclusion on the interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

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



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at 30 June 2024, its consolidated financial performance and its consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of interim consolidated financial statements.

Other Matter

The report on the review of interim consolidated financial statements is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Quach Thanh Chau
Audit Practising Licence No.:
0875-2023-006-1
Authorised signatory

Report reference number: HCM15823
Ho Chi Minh City, SR Vietnam
20 August 2024

**INTERIM CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2024**

Code	ASSETS	Note	Closing balance VND	Opening balance VND
100	CURRENT ASSETS		2,582,863,178,267	2,074,455,057,354
110	Cash and cash equivalents	3	344,556,507,169	243,232,641,902
111	Cash		304,056,507,169	243,232,641,902
112	Cash equivalents		40,500,000,000	-
120	Short-term investments		603,831,000,000	447,342,000,000
123	Investments held to maturity	4(a)	603,831,000,000	447,342,000,000
130	Short-term receivables		767,803,931,891	438,809,370,785
131	Short-term trade accounts receivable	5	730,723,281,426	390,722,017,248
132	Short-term prepayments to suppliers	6	23,014,178,494	12,800,019,323
135	Short-term lendings	7	16,000,000,000	16,000,000,000
136	Other short-term receivables	8(a)	7,449,988,499	30,011,672,235
137	Provision for doubtful debts - short-term	9	(9,383,516,528)	(10,775,506,081)
139	Shortage of assets awaiting resolution		-	51,168,060
140	Inventories	10	739,022,554,735	831,699,883,043
141	Inventories		778,264,739,996	855,426,140,198
149	Provision for decline in value of inventories		(39,242,185,261)	(23,726,257,155)
150	Other current assets		127,649,184,472	113,371,161,624
151	Short-term prepaid expenses	11(a)	13,246,882,889	15,759,867,109
152	Value added tax ("VAT") to be reclaimed	16(a)	114,317,444,254	93,018,891,136
153	Tax and other receivables from the State	16(a)	84,857,329	4,592,403,379
200	LONG-TERM ASSETS		689,174,051,164	733,993,121,467
210	Long-term receivables		13,921,495,015	12,978,175,740
216	Other long-term receivables	8(b)	13,921,495,015	12,978,175,740
220	Fixed assets		550,457,769,850	575,586,339,381
221	Tangible fixed assets	12(a)	526,429,262,664	549,978,973,266
222	Historical cost		1,326,289,785,198	1,309,168,718,614
223	Accumulated depreciation		(799,860,522,534)	(759,189,745,348)
227	Intangible fixed assets	12(b)	24,028,507,186	25,607,366,115
228	Historical cost		79,946,421,651	79,794,421,651
229	Accumulated amortisation		(55,917,914,465)	(54,187,055,536)
240	Long-term assets in progress		8,128,774,540	7,742,307,132
242	Construction in progress	13	8,128,774,540	7,742,307,132
250	Long-term investments		63,014,208,000	62,833,024,000
252	Investments in associate	4(b)	36,000,000,000	36,000,000,000
253	Investments in other entities	4(b)	30,685,000,000	30,685,000,000
254	Provision for long-term investments	4(b)	(3,670,792,000)	(3,851,976,000)
260	Other long-term assets		53,651,803,759	74,853,275,214
261	Long-term prepaid expenses	11(b)	45,484,952,476	49,846,542,512
262	Deferred income tax assets	22	8,166,851,283	25,006,732,702
270	TOTAL ASSETS		3,272,037,229,431	2,808,448,178,821

The notes on pages 9 to 50 are an integral part of these interim consolidated financial statements.

**INTERIM CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2024
(continued)**

Code	RESOURCES	Note	Closing balance VND	Opening balance VND
300	LIABILITIES		888,160,531,736	714,468,096,169
310	Short-term liabilities		856,157,515,532	659,537,277,010
311	Short-term trade accounts payable	14	220,013,022,692	193,822,557,387
312	Short-term advances from customers	15	8,044,108,749	3,760,419,107
313	Tax and other payables to the State	16(b)	95,384,714,045	31,403,758,947
314	Payable to employees	17	40,106,104,572	40,388,971,499
315	Short-term accrued expenses	18	94,503,496,439	91,872,424,289
319	Other short-term payables	19	7,892,625,479	6,419,625,092
320	Short-term borrowings	20(a)	334,481,479,729	250,142,393,862
322	Bonus and welfare funds	26	55,731,963,827	41,727,126,827
330	Long-term liabilities		32,003,016,204	54,930,819,159
338	Long-term borrowings	20(b)	10,590,291,954	33,498,604,659
342	Provision for long-term liabilities	21	21,412,724,250	21,432,214,500
400	OWNERS' EQUITY		2,383,876,697,695	2,093,980,082,652
410	Capital and reserves		2,383,876,697,695	2,093,980,082,652
411	Owners' capital	23, 24	785,944,530,000	785,944,530,000
411a	- Ordinary shares with voting rights		785,944,530,000	785,944,530,000
412	Share premium	24	361,633,483,771	361,633,483,771
417	Foreign exchange differences	24	2,007,820,648	587,031,236
418	Investment and development funds	24	261,896,462,556	261,896,462,556
421	Undistributed earnings	24	972,484,831,943	683,572,010,385
421a	- Undistributed post-tax profits of previous years		647,267,693,529	451,323,152,734
421b	- Post-tax profit of current period/year		325,217,138,414	232,248,857,651
429	Non-controlling interests		(90,431,223)	346,564,704
440	TOTAL RESOURCES		3,272,037,229,431	2,808,448,178,821



Dao Xuan Nam
Preparer



Nguyen Ngoc Nhon
Chief Accountant



Tran Phuong Nga
Chief Executive Officer
20 August 2024

**INTERIM CONSOLIDATED INCOME STATEMENT
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

Code	Note	Current period VND	Previous period VND
01	Revenue from sales of goods and rendering of services	2,021,013,458,613	2,014,155,319,260
02	Less deductions	(5,213,118,292)	(26,321,807,596)
10	Net revenue from sales of goods and rendering of services	2,015,800,340,321	1,987,833,511,664
11	Cost of goods sold and services rendered	(1,086,449,980,435)	(1,119,232,801,716)
20	Gross profit from sales of goods and rendering of services	929,350,359,886	868,600,709,948
21	Financial income	29,495,486,942	30,978,347,408
22	Financial expenses	(10,482,355,801)	(17,885,825,411)
23	- Including: Interest expense	(6,245,797,625)	(10,051,642,166)
25	Selling expenses	(362,598,604,829)	(370,366,465,456)
26	General and administration expenses	(173,201,005,002)	(179,279,367,612)
30	Net operating profit	412,563,881,196	332,047,398,877
31	Other income	4,703,687,624	5,651,550,102
32	Other expenses	(483,007,317)	(195,567,706)
40	Net other income	4,220,680,307	5,455,982,396
50	Accounting profit before tax	416,784,561,503	337,503,381,273
51	Corporate income tax ("CIT") - current	(70,141,533,443)	(67,981,695,910)
52	CIT - deferred	(16,839,881,419)	(1,286,592,197)
60	Profit after tax	329,803,146,641	268,235,093,166
61	Attributable to: Owners of the Company	330,650,405,424	269,906,338,962
62	Non-controlling interests	(847,258,783)	(1,671,245,796)
70	Basic earnings per share	3,786	3,123
71	Diluted earnings per share	3,786	3,123



Dao Xuan Nam
Preparer



Nguyen Ngoc Nhon
Chief Accountant



Tran Phuong Nga
Chief Executive Officer
20 August 2024

The notes on pages 9 to 50 are an integral part of these interim consolidated financial statements.

**INTERIM CONSOLIDATED CASH FLOW STATEMENT
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024
(Indirect method)**

Code	Note	Current period VND	Previous period VND
CASH FLOWS FROM OPERATING ACTIVITIES			
01		416,784,561,503	337,503,381,273
	Accounting profit before tax		
	Adjustments for:		
02	Depreciation and amortisation	48,296,784,603	46,167,889,444
03	Provisions	14,154,133,263	2,998,448,639
04	Unrealised foreign exchange gains	(7,570,185,505)	(3,879,790,042)
05	Profits from investing activities	(12,688,064,893)	(17,021,939,229)
06	Interest expense	6,245,797,625	10,051,642,166
08	Operating profit before changes in working capital	465,223,026,596	375,819,632,251
09	Increase in receivables	(344,220,335,124)	(383,019,249,215)
10	Decrease in inventories	77,161,400,202	76,823,637,238
11	Increase/(decrease) in payables	75,701,825,945	(108,331,649,483)
12	Decrease in prepaid expenses	6,987,935,910	12,492,582,912
14	Interest paid	(6,339,219,357)	(9,829,347,435)
15	CIT paid	(28,323,947,501)	(20,631,594,019)
17	Other payments on operating activities	(27,225,226,324)	(32,973,049,207)
20	Net cash inflows/(outflows) from operating activities	218,965,460,347	(89,649,036,958)
CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets	(44,589,130,676)	(81,734,323,912)
22	Proceeds from disposals of fixed assets	2,477,465,228	2,306,218,518
23	Term deposits placed at banks	(603,131,000,000)	(238,950,000,000)
24	Collection of term deposits placed at banks	446,642,000,000	336,670,000,000
27	Dividends and interest received	13,711,358,841	13,979,202,407
30	Net cash (outflows)/inflows from investing activities	(184,889,306,607)	32,271,097,013
CASH FLOWS FROM FINANCING ACTIVITIES			
31	Proceeds from issuance of shares	-	1,800,000,000
33	Proceeds from borrowings	562,463,275,099	531,898,331,868
34	Repayments of borrowings	(501,032,501,937)	(403,808,908,422)
36	Dividends paid	-	(116,691,679,500)
40	Net cash inflows from financing activities	61,430,773,162	13,197,743,946
50	Net increase/(decrease) in cash and cash equivalents	95,506,926,902	(44,180,195,999)
60	Cash and cash equivalents at beginning of period	243,232,641,902	405,368,125,624
61	Effect of foreign exchange differences	5,816,938,365	13,807,152
70	Cash and cash equivalents at end of period	344,556,507,169	361,201,736,777



Dao Xuan Nam
Preparer



Nguyen Ngoc Nhon
Chief Accountant



Tran Phuong Nga
Chief Executive Officer
20 August 2024

The notes on pages 9 to 50 are an integral part of these interim consolidated financial statements.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

1 GENERAL INFORMATION

Thien Long Group Corporation (the "Company") is a joint stock company established in Socialist Republic of Vietnam pursuant to the Enterprise registration certificate No. 0301464830 dated 14 March 2005 which was issued by the Department of Planning and Investment of Ho Chi Minh City and the latest 22nd amendment dated 21 November 2023.

The Company's shares were listed on the Ho Chi Minh Stock Exchange ("HOSE") on 26 March 2010 with the stock trading code "TLG" pursuant to Decision No. 20/QĐ-SGDHCM dated 2 February 2010 of the HOSE.

Owners of the Company include Thien Long An Think Investment Corporation, a company incorporated in Vietnam, NWL Cayman Holdings Ltd., a company incorporated in the United Kingdom, Mr. Co Gia Tho and other shareholders. Details of the capital contribution are presented in Note 23(b).

The Group's principal activities are to manufacture and trade stationery products, classroom equipment, plastic teaching instruments, plastic household appliances, stamps printing, tampo (pad) printing, flexo printing and performing screen - printing and pressing on products.

The normal business cycle of the Group is 12 months.

As at end of period, the Group had 3,014 employees (as at beginning of period: 3,075 employees).

As at end of period and beginning of period, the Group had 5 direct investment subsidiaries, 2 indirect investment subsidiaries and 1 associate. Details are as follows:

	Principal activities	Places of incorporation and operation	At end of period		At beginning of period	
			% of ownership %	% of voting rights %	% of ownership %	% of voting rights %
Direct subsidiaries						
South Thien Long Manufacturing Trading Company Limited	Manufacturing and trading stationery	Ho Chi Minh City	100	100	100	100
Thien Long Global Trading and Service Company Limited	Trading stationery	Ho Chi Minh City	100	100	100	100
Thien Long Long Thanh Manufacturing and Trading Company Limited	Manufacturing and trading stationery	Dong Nai Province	100	100	100	100
Tan Luc South Trading and Service One Member Company Limited	Trading stationery	Ho Chi Minh City	100	100	100	100
FlexOffice Pte. Ltd.	Trading stationery	Singapore	100	100	100	100
Indirect subsidiaries						
ICCO Marketing (M) SDN. BHD.	Trading stationery	Malaysia	60	60	60	60
Clever World Joint Stock Company	Trading stationery	Ho Chi Minh City	92.5	92.5	89	89
Associate						
Pega Holdings Joint Stock Company	Trading stationery	Ho Chi Minh City	40	40	40	40

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of in interim consolidated financial statements

The interim consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements. The interim consolidated financial statements have been prepared under the historical cost convention except for investments in associates as presented in Note 2.5.

The accompanying interim consolidated financial statements are not intended to present the interim consolidated financial position and interim consolidated results of operations and interim consolidated cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam's. The accounting principles and practices utilised in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam.

The interim consolidated financial statements in the Vietnamese language are the official interim consolidated statutory financial statements of the Group. The interim consolidated financial statements in the English language have been translated from the Vietnamese version.

2.2 Fiscal year

The Group's fiscal year is from 1 January to 31 December.

The interim consolidated financial statements are prepared for the six-month period from 1 January to 30 June.

2.3 Currency

The interim consolidated financial statements are measured and presented in Vietnamese Dong ("VND"), which the Company's accounting currency.

On consolidating, if the currencies used on financial statements of subsidiaries are different from that of the Company, the Company is required to translate those financial statements into the currency used in the Company's consolidated financial statements under the following principles:

- Assets and liabilities of overseas subsidiaries is translated at actual exchange rate at the year end;
- Undistributed earnings or losses are translated based on the translation of income and expenses in the income statement;
- Items of the income statement and the cash flow statement are translated at the average exchange rate of the accounting year; and
- The cumulative amount of exchange differences is presented in a separate component of equity at "Foreign exchange differences" in the consolidated balance sheet.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.4 Exchange rates**

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the interim consolidated income statement.

Monetary assets and liabilities denominated in foreign currencies at the interim consolidated balance sheet date are respectively translated at the buying and selling exchange rates at the interim consolidated balance sheet date of the commercial banks where the Group regularly trades. Foreign currencies deposited in banks at the interim consolidated balance sheet date are translated at the buying exchange rate of the commercial banks where the Group opens its foreign currency accounts. Foreign exchange differences arising from these translations are recognised in the interim consolidated income statement.

2.5 Basis of consolidation**Subsidiaries**

Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies in order to gain future benefits from their activities generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued, and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the consolidated income statement.

Inter-company transactions, balances and unrealised gains and losses on transactions between group companies are eliminated.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The financial statements of the Group's subsidiaries are prepared for the same accounting period. If there are differences in end dates, the gap must not exceed 3 months. Adjustments are made to reflect impacts of significant transactions and events occurring between the end dates of the subsidiaries' accounting period and that of the Group's. The length of the reporting period and differences in reporting date must be consistent between accounting periods.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.5 Basis of consolidation (continued)

Operations and interests of non-controlling shareholders

The Group applies the same policy to transactions with non-controlling shareholders as transactions with parties outside the Group.

Non-controlling interest is measured as a percentage of the non-controlling shareholder's share in the net assets of the acquired entity at the acquisition date.

Transactions that change the Group's percentage of ownership in a subsidiary without resulting in a loss of control are accounted for in the same manner as equity transactions. The difference between the change in the Group's share of the Group's share in the subsidiary's net assets and the expenditure or receipts from the divestment of the subsidiary is recognised in undistributed post-tax profits under equity.

Transactions that change the Group's ownership percentage in a subsidiary resulting in the loss of control over the subsidiary, the difference between the value of the change in ownership of the Group in the net assets of the subsidiary and the expenditure or receipts from the divestment of the subsidiary are recognized in the consolidated statement of income. The remaining ownership in this company will be accounted for as a normal financial investment or accounted for using the equity method since the parent company no longer holds control of the subsidiary.

Associate

Associate is investment that the Group has significant influence but not control over and the Group would generally have from 20% to less than 50% of the voting rights of the investee. Investment in associate is accounted for using the equity method of accounting and are initially recognised at cost. The Group's investment in associate includes goodwill identified on acquisition, net of any accumulated impairment loss.

The Group's share of the post-acquisition profits or losses of its associate is recognised in the consolidated income statement. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group's share of losses in an associate equal or exceeds its interest in the associate, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Accounting policies of associate have been changed where necessary to ensure consistency with the policies adopted by the Group.

Unrealised gains and losses on transactions between the Group and its associate are eliminated to the extent of the Group's interest in the associate.

2.6 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash at banks, and other short-term investments with an original maturity of three months or less.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.7 Receivables**

Receivables represent trade receivables from customers arising from sales of goods and rendering of services, and non-trade receivables from others are stated at cost. Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (exclusive of the payment rescheduling between parties) or based on the expected loss that may arise. The difference between the provision of this period and the provision of the previous period is recognised as an increase or decrease of general and administration expenses in the period. Bad debts are written off when identified as uncollectible.

Receivables are classified into short-term and long-term receivables on the interim consolidated balance sheet based on the remaining period from the interim consolidated balance sheet date to the maturity date.

2.8 Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the weighted average method and includes all costs of purchase and other directly-related costs incurred in bringing the inventories to their present location and condition. In the case of manufactured products, cost includes all direct expenditure and production overheads based on normal levels of operating activity. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

The Group applies the perpetual method for inventories.

Provision is made, where necessary, for obsolete, slow-moving and defective inventory items. The difference between the provision of this period and the provision of the previous period is recognised as an increase or decrease of cost of goods sold in the period.

2.9 Investments**(a) Investments held to maturity**

Investments held to maturity are investments which the Group has positive intention and ability to hold until maturity.

Investments held to maturity include term deposits for interest earning. Those investments are initially accounted for at cost. Subsequently, the Chief Executive Officer reviews all outstanding investments to determine the amount of provision to recognise at the period end.

Provision for diminution in value of Investments held to maturity is made when there is evidence that the investment is uncollectible in whole or in part. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

Investments held to maturity are classified into short-term and long-term Investments held to maturity on the interim consolidated balance sheet based on the remaining period from the interim consolidated balance sheet date to the maturity date.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.9 Investments (continued)****(b) Investments in other entities**

Investments in other entities are investments in equity instruments of other entities without controlling rights or co-controlling rights, or without significant influence over the investee. These investments are accounted for initially at cost. Subsequently, the Chief Executive Officer reviews all outstanding investments to determine the amount of provision to recognise at the period end.

Provision for investments in other entities is made when there is a diminution in value of the investments at the year end. It is calculated based on market value if market value can be determined reliably. If market value cannot be determined reliably, the provision for investments in other entities is calculated based on the loss of investees.

Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

2.10 Lendings

Lendings are lendings granted for the earning interest under agreements among parties but not for being traded as securities.

Lendings are initially recognised at cost. Subsequently, the Chief Executive Officer reviews all outstanding amounts to determine the amount of provision to recognise at the period end. Provision for doubtful lendings is made for each lending based on overdue days in payment of principals according to the initial payment commitment (exclusive of the payment rescheduling between parties) or based on the estimated loss that may arise. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

Lendings are classified into short-term and long-term lendings on the interim consolidated balance sheet based on the remaining term of the lendings as at the interim consolidated balance sheet date.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.11 Fixed assets***Tangible and intangible fixed assets*

Fixed assets are stated at historical cost less accumulated depreciation and amortisation. Historical cost includes expenditure that is directly attributable to the acquisition of the fixed assets bringing them to their suitable condition for their intended use. Expenditure incurred subsequently which has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost. Otherwise, they are charged to the interim consolidated income statement when incurred in the period.

Depreciation and amortisation

Fixed assets are depreciated and amortised using the straight-line method so as to write off the depreciable amount of the fixed assets over their estimated useful lives. Depreciable amount equals to the historical cost of fixed assets recorded in the interim consolidated financial statements minus (-) the estimated disposal value of such assets. The estimated useful lives of each asset class are as follows:

Plant, buildings and structures	3 - 25 years
Machinery and equipment	3 - 15 years
Motor vehicles	6 - 8 years
Office equipment	2 - 7 years
Others	3 - 5 years
Software	3 - 10 years
Copyrights, patents	3 years

Land use rights are comprised of land use rights with an indefinite useful life, recorded at historical cost and are not amortised.

Disposals

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount of the fixed assets and are recognised as income or expense in the interim consolidated income statement.

Construction in progress

Construction in progress represents the cost of assets in the course of construction for production, rental or administrative purposes, or for purposes not yet determined, including construction costs; costs of tools and equipment; project management expenditures; construction consulting expenditures; and capitalised borrowing costs for qualifying assets in accordance with the Group's accounting policies. Depreciation of these assets, on the same basis as other fixed assets, commences when they are ready for their intended use.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.12 Operating leases**

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the interim consolidated income statement on a straight-line basis over the term of the lease.

2.13 Prepaid expenses

Prepaid expenses include short-term and long-term prepayments on the interim consolidated balance sheet. Short-term prepaid expenses represent prepayments for services; or tools that do not meet the recognition criteria for fixed assets for a period not exceeding 12 months or a business cycle from the date of prepayments. Long-term prepaid expenses represent prepayments for services; or tools, which do not meet the recognition criteria for fixed assets for a period exceeding 12 months or more than one business cycle from the date of prepayments. Prepaid expenses are recorded at historical cost and allocated on a straight-line basis over their estimated useful lives.

Prepayments for land rental contracts which are effective after the effective date of the land law 2003 (ie. 1 July 2004) or which land use right certificates are not granted are recorded as prepaid expenses and allocated using the straight-line method over the terms of such land use right certificates.

2.14 Payables

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services; and
- Other payables are non-trade payables, and payables not relating to purchases of goods and services.

Payables are classified as short-term and long-term payables on the interim consolidated balance sheet based on remaining period from the interim consolidated balance sheet date to the maturity date.

2.15 Borrowings and borrowing costs

Borrowings include borrowings from banks.

Borrowings are classified into short-term and long-term borrowings based on their remaining terms from the interim consolidated balance sheet date to the maturity date.

Borrowing costs are recognised in the interim consolidated income statement when incurred.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.16 Accrued expenses**

Accrued expenses include liabilities for goods and services received in the period but not yet paid for, due to pending invoice or insufficient records and documents. Accrued expenses are recorded as expenses in the reporting period.

2.17 Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provision is not recognised for future operating losses.

Provisions are measured at the level of the expenditures expected to be required to settle the obligation. If the time value of money is material, provision will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a financial expense. Changes in the provision balance during the accounting period are recorded as an increase or decrease in operating expenses.

2.18 Provision for severance allowance

In accordance with Vietnamese labour laws, employees of the Group who have worked regularly for full 12 months or longer are entitled to a severance allowance. The working period used for the calculation of severance allowance is the period during which the employee actually works for the Group less the period during which the employee participates in the unemployment insurance scheme in accordance with the labour regulations and the working period for which the employee has received severance allowance from the Group.

The severance allowance is accrued at the end of the reporting period on the basis that each employee is entitled to half of an average monthly salary for each working year. The average monthly salary used for calculating the severance allowance is the employee contract's average salary for the six-month period prior to the interim consolidated balance sheet date.

This allowance will be paid as a lump sum when employees terminate their labour contracts in accordance with current regulations.

2.19 Capital and reserves

Owners' capital is recorded according to the actual amounts contributed at the par value of the shares.

Share premium is the difference between the par value and the issue price of shares; and the difference between the repurchase price and re-issuing price of treasury shares.

Undistributed earnings record the Group's accumulated results after CIT at the reporting date.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.20 Appropriation of profit**

The Group's dividends are recognised as a liability in the Group's interim consolidated financial statements or upon the dividend declaration of the Board of Directors which is approved by the General Meeting of Shareholders.

Profit after CIT could be distributed to shareholders after approval at the General Meeting of Shareholders and after appropriation to other funds in accordance with the Company's charter and Vietnamese regulations.

The Group's funds are as below:

(a) Investment and development fund

Investment and development fund is appropriated from the Group's profit after CIT and approved by shareholders at the General Meeting of Shareholders. This fund is used for expanding operation or for deepening investment of the Group.

(b) Bonus and welfare fund

Bonus and welfare fund is appropriated from the Group's profit after CIT and subject to shareholders' approval at the General Meeting of Shareholders. This fund is presented as a liability on the interim consolidated balance sheet and used for rewards, material incentives, bringing common benefits and raising employees' welfare.

2.21 Revenue recognition**(a) Revenue from sales of goods**

Revenue from sale of goods is recognised in the interim consolidated income statement when all five (5) of the following conditions are satisfied:

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

No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Revenue is recognised in accordance with the "substance over form" principle and allocated to each sales obligation. In cases where the Group gives promotional goods to customers associated with their purchases, the Group allocates the total considerations received between goods sold and promotional goods. The cost of promotional goods is recognised as cost of goods sold in the interim consolidated income statement.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.21 Revenue recognition (continued)****(b) Revenue from rendering of services**

Revenue from rendering of services is recognised in the interim consolidated income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided. Revenue from the rendering of services is only recognised when all four (4) of the following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Group;
- The percentage of completion of the transaction at the interim consolidated balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

(c) Interest income

Interest income is recognised on the basis of the actual time and interest rates for each period when both (2) of the followings conditions are satisfied:

- It is probable that economic benefits associated with the transaction will flow to the Company; and
- Income can be measured reliably.

(d) Dividend and distributable profits income

Income from dividends and distributable profits is recognised when both (2) of the following conditions are satisfied:

- It is probable that economic benefits associated with the transaction will flow to the Group; and
- Income can be measured reliably.

Income from dividends and distributable profits is recognised when the Group has established receiving rights from investees.

2.22 Sales deductions

Sales deductions include trade discounts, sales returns and allowances. Sales deductions incurred in the same period of the related revenue from sales of products, goods are recorded as a deduction from the revenue of that period.

Sales deductions for sales of products, goods or rendering of services which are sold/rendered in the period but are incurred after the interim consolidated balance sheet date but before the issuance of the interim consolidated financial statements are recorded as a deduction from the revenue of the period.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.23 Cost of goods sold and services rendered

Cost of goods sold and services rendered are the cost of merchandise, materials sold or services rendered during the period and recorded on the basis of matching with revenue and on a prudent basis.

2.24 Financial expenses

Financial expenses are expenses incurred in the period for financial activities including expenses or losses relating to financial investment activities; expenses of borrowing; provision for diminution in value of investments; losses from foreign exchange differences; and payment discounts.

2.25 Selling expenses

Selling expenses represent expenses that are incurred in the process of selling products and goods.

2.26 General and administration expenses

General and administration expenses represent expenses that are incurred for administrative purposes.

2.27 Current and deferred income tax

Income tax include all income tax which are based on taxable profits. Income tax expense comprises current income tax expense and deferred income tax expense.

Current income tax is the amount of income taxes payable or recoverable in respect of the current year taxable profits at the current year tax rates. Current and deferred tax should be recognised as an income or an expense and included in the profit or loss of the period, except to the extent that the tax arises from a transaction or event which is recognised, in the same or a different period, directly in equity.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the interim consolidated financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the financial year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the interim consolidated balance sheet date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.28 Related parties**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Group, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Group. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the Group, key management personnel, including the Board of Directors, the Chief Executive Officer of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering its relationships with each related party, the Group considers the substance of the relationships not merely the legal form.

2.29 Segment reporting

A segment is a component which can be separated by the Group engaged in sales of goods or rendering of services ("business segment"), or sales of goods or rendering of services within a particular economic environment ("geographical segment"). Each segment is subject to risks and returns that are different from those of other segments. A reportable segment is the Group's business segment or the Company's geographical segment.

Segment reporting is prepared and presented in accordance with accounting policies applied to the preparation and presentation of the Group's interim consolidated financial statements in order to help users of interim consolidated financial statements understand and evaluate the Group's operations in a comprehensive manner.

2.30 Critical accounting estimates

The preparation of interim consolidated financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements requires the Chief Executive Officer to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the interim consolidated financial statements and the reported amounts of revenues and expenses during the period.

The areas involving significant estimates and assumptions are as follows:

- Estimation of provision for doubtful debts - short-term (Note 2.7);
- Estimation of provision for decline in value of inventories (Note 2.8);
- Estimation of provision for long-term investments (Note 2.9);
- Estimated useful life of fixed assets (Note 2.11); and
- Estimation of provision for long-term liabilities (Note 2.17 and Note 2.18).

Such estimates and assumptions are continually evaluated. They are based on historical experiences and other factors, including expectations of future events that may have a financial impact on the Group and that are assessed by the Chief Executive Officer to be reasonable under the circumstances.

3 CASH AND CASH EQUIVALENTS

	Closing balance VND	Opening balance VND
Cash on hand	733,143,852	1,098,226,261
Cash at banks	303,323,363,317	242,134,415,641
Cash equivalents (*)	40,500,000,000	-
	<u>344,556,507,169</u>	<u>243,232,641,902</u>

(*) Cash equivalents represent bank deposits with original maturities of 3 months or less and earn interest at fixed interest rates in Vietnamese Dong.

4 INVESTMENTS**(a) Investments held to maturity**

	<u>Closing balance</u>		<u>Opening balance</u>	
	Cost VND	Book value VND	Cost VND	Book value VND
Term deposits	<u>603,831,000,000</u>	<u>603,831,000,000</u>	<u>447,342,000,000</u>	<u>447,342,000,000</u>

Representing term deposits at banks with maturity from over 3 months to 12 months and earning interest at fixed interest rates in Vietnamese Dong.

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4 INVESTMENTS (continued)

(b) Investments in other entities

	Closing balance			Opening balance		
	Cost value VND	Fair value VND	Ownership percentage %	Cost value VND	Fair value VND	Ownership percentage %
i. Investments in associate						
Pega Holdings Joint Stock Company	40,000,000,000	(*) (4,000,000,000)	40	40,000,000,000	(*) (4,000,000,000)	40
ii. Investments in other entities						
Kido Land Corporation	25,000,000,000	(*)	2.00	25,000,000,000	(*)	2.00
Saigon Securities Investment Fund A2	3,565,000,000	(*) (3,565,000,000)	-	3,565,000,000	(*) (3,565,000,000)	-
Brilliant Chip Joint Stock Company	1,520,000,000	(*) (105,792,000)	1.89	1,520,000,000	(*) (286,976,000)	1.89
Printing No7 Joint Stock Company	600,000,000	(*)	2.50	600,000,000	(*)	2.50
	<u>30,685,000,000</u>	<u>(3,670,792,000)</u>		<u>30,685,000,000</u>	<u>(3,851,976,000)</u>	

(*) As at end of period and beginning of period, the Group has not determined fair value of these investments to disclose on the interim consolidated financial statements because they do not have listed prices. The fair value of such investments may be different from their book value.

5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	Closing balance VND	Opening balance VND
Third parties		
SQI Group Int'l. Corp.	104,603,036,764	38,921,874,368
Others	614,213,000,034	333,645,462,765
Related parties (Note 38(b))	11,907,244,628	18,154,680,115
	<u>730,723,281,426</u>	<u>390,722,017,248</u>

As at end of period and beginning of period, short-term receivables from customers that were past due are VND68,048,465,625 and VND53,865,465,549, respectively (Note 9).

As at end of period, short-term trade receivables of VND100,000,000,000 and USD3,900,000 (as beginning of period: VND50,000,000,000 and USD3,900,000) were pledged with banks as collateral or mortgaged assets for short-term borrowings granted to the Group (Note 20).

6 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	Closing balance VND	Opening balance VND
Third parties		
Vietnam Travel and Marketing Transports Joint Stock Company - Vietravel	5,695,232,400	-
Others	17,318,946,094	12,800,019,323
	<u>23,014,178,494</u>	<u>12,800,019,323</u>

7 SHORT-TERM LENDINGS

	Closing balance		Opening balance	
	Book value VND	Provision VND	Book value VND	Provision VND
Related parties (Note 38(b))	16,000,000,000	-	16,000,000,000	-

Representing a interest-free convertible loan to Pega Holdings Joint Stock Company. According to Appendix 01 of Convertible Loan Contract dated 27 May 2024, the loan has been extended up to 30 June 2025.

8 OTHER RECEIVABLES**(a) Short-term**

	Closing balance		Opening balance	
	Book value VND	Provision VND	Book value VND	Provision VND
Interest receivables from deposits	4,212,098,200	-	6,904,935,982	-
Advances to employees	2,356,096,736	-	1,884,274,869	-
Deposits	527,908,880	-	16,077,419,948	-
Others	353,884,683	-	5,145,041,436	-
	<u>7,449,988,499</u>	<u>-</u>	<u>30,011,672,235</u>	<u>-</u>

(b) Long-term

As at end of period and beginning of period, the balances mainly consisted of long-term deposits.

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9 DOUBTFUL DEBTS

	Closing balance			Closing balance		
	Cost VND	Recoverable amount VND	Provision VND	Cost VND	Recoverable amount VND	Provision VND
Thanh Nghia Printing Co. Ltd.	12,264,305,490	9,028,579,505	(3,235,725,985)	14,101,451,538	9,512,757,261	(4,588,694,277)
Nguyen Hue Bookstore	11,458,830,261	11,091,173,014	(367,657,247)	12,508,812,909	11,899,429,898	(609,383,011)
Xuan Thu Bookstore	10,085,977,906	9,478,348,508	(607,629,398)	10,276,304,236	9,344,301,694	(932,002,542)
MM Mega Market	1,753,989,596	-	(1,753,989,596)	1,753,989,596	-	(1,753,989,596)
Branch of Apax English Joint Stock Company	792,325,065	-	(792,325,065)	792,325,065	-	(792,325,065)
Nhan Van Bookstore	366,474,003	294,890,026	(71,583,977)	275,347,873	181,210,839	(94,137,034)
Others	31,326,563,304	28,771,958,044	(2,554,605,260)	14,157,234,332	12,152,259,776	(2,004,974,556)
	<u>68,048,465,625</u>	<u>58,664,949,097</u>	<u>(9,383,516,528)</u>	<u>53,865,465,549</u>	<u>43,089,959,468</u>	<u>(10,775,506,081)</u>

10 INVENTORIES

	Closing balance		Opening balance	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	49,016,305,527	-	33,542,373,422	-
Raw materials	295,293,564,448	(17,880,526,901)	287,890,458,156	(6,486,534,570)
Tools and supplies	11,173,692,945	(2,523,406,690)	9,320,127,300	(1,672,755,023)
Work in progress	67,153,684,135	(4,802,474,802)	70,386,644,948	(3,048,337,886)
Finished goods	150,798,862,964	(3,173,926,559)	263,882,151,187	(4,135,475,954)
Merchandise	204,828,629,977	(10,861,850,309)	190,404,385,185	(8,383,153,722)
	<u>778,264,739,996</u>	<u>(39,242,185,261)</u>	<u>855,426,140,198</u>	<u>(23,726,257,155)</u>

At end and the beginning of the period, a portion of inventory was pledged as mortgaged assets for short-term borrowings from banks (Note 20).

Movements in the provision for decline in value of inventories during the period are as follows:

	Current period VND	Previous period VND
Opening balance	(23,726,257,155)	(16,616,494,858)
Addition (Note 30)	(24,480,125,402)	(10,118,545,271)
Reversal (Note 30)	8,964,197,296	6,907,355,958
Closing balance	<u>(39,242,185,261)</u>	<u>(19,827,684,171)</u>

11 PREPAID EXPENSES

(a) Short-term

	Closing balance VND	Opening balance VND
Advertising and marketing expenses	1,263,148,909	9,152,674,155
Health and asset insurance	1,998,441,356	1,623,720,469
SAP system maintenance fee	1,032,497,262	-
Tools and supplies	587,375,122	819,395,883
Others	8,365,420,240	4,164,076,602
	<u>13,246,882,889</u>	<u>15,759,867,109</u>

(b) Long-term

	Closing balance VND	Opening balance VND
Tools and supplies	16,845,241,131	12,268,130,715
Expenses for site clearance restoration and return (*)	13,159,530,706	13,390,399,666
Land rental (**)	9,415,586,671	9,580,290,811
Others	6,064,593,968	14,607,721,320
	<u>45,484,952,476</u>	<u>49,846,542,512</u>

(*) The Group has offices and factories built on leased land. Under the Land Lease Agreement, the Group has an obligation to restore and return the premises to the original state at the end of the lease term. Accordingly, the Group has estimated its liability (Note 21) and amortised it to expenses over the remaining land lease term.

(**) Representing balance of prepaid land rental which has not been allocated under the land lease contract as presented in Note 2.13.

Movements in prepaid expenses during the accounting period are as follows:

	Current period VND	Previous period VND
Opening balance	65,606,409,621	75,559,788,645
Increase	30,752,578,575	29,635,948,214
Transferred from construction in progress (Note 13)	286,871,130	197,654,557
Transferred from inventories	509,242,898	3,285,590,394
Allocation	(38,360,034,400)	(45,566,011,375)
Disposals	(63,232,459)	(164,859,376)
	<u>58,731,835,365</u>	<u>62,948,111,059</u>

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12 FIXED ASSETS

(a) Tangible fixed assets

	Plant, buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
Historical cost						
Opening balance	330,800,139,314	685,897,037,105	43,509,309,414	33,418,646,999	215,543,585,782	1,309,168,718,614
New purchases	-	3,320,252,774	6,236,998,363	327,900,000	6,807,130,364	16,692,281,501
Transfers from construction in progress (Note 13)	-	2,842,169,563	-	-	5,180,748,729	8,022,918,292
Reclassification	-	(1,907,998,222)	(120,555,555)	2,028,553,777	-	-
Disposals	-	(804,063,663)	(5,111,197,817)	-	(1,678,871,729)	(7,594,133,209)
Closing balance	330,800,139,314	689,347,397,557	44,514,554,405	35,775,100,776	225,852,593,146	1,326,289,785,198
Accumulated depreciation						
Opening balance	112,995,890,074	415,552,645,753	37,329,175,544	21,632,259,442	171,679,774,535	759,189,745,348
Charge for the period	7,394,630,103	27,094,368,453	1,055,300,692	2,079,369,819	9,628,790,324	47,252,459,391
Reclassification	-	(1,844,903,486)	(68,649,691)	1,913,553,177	(15,674,804)	(15,674,804)
Disposals	-	(804,063,663)	(4,104,069,281)	-	(1,657,874,457)	(6,566,007,401)
Closing balance	120,390,520,177	439,998,047,057	34,211,757,264	25,625,182,438	179,635,015,598	799,860,522,534
Net book value						
Opening balance	217,804,249,240	270,344,391,352	6,180,133,870	11,786,387,557	43,863,811,247	549,978,973,266
Closing balance	210,409,619,137	249,349,350,500	10,302,797,141	10,149,918,338	46,217,577,548	526,429,262,664

As at end of period, the historical cost of tangible assets of the Group which were fully depreciated but still in use was VND361,166,614,566 (as at beginning of period: VND351,564,841,822).

As at end of period, tangible fixed assets of the Group with a carrying value of VND42,869,748,606 (as at beginning of period: VND125,383,593,104) were used as mortgaged assets for short-term and long-term borrowings from banks (Note 20).

12 FIXED ASSETS (continued)**(b) Intangible fixed assets**

	Land use rights VND	Software VND	Copyright patents VND	Total VND
Historical cost				
Opening balance	16,047,625,000	63,379,796,651	367,000,000	79,794,421,651
New purchases	-	406,400,000	-	406,400,000
Disposals	-	(254,400,000)	-	(254,400,000)
Closing balance	<u>16,047,625,000</u>	<u>63,531,796,651</u>	<u>367,000,000</u>	<u>79,946,421,651</u>
Accumulated amortisation				
Opening balance	1,175,864,496	52,644,191,040	367,000,000	54,187,055,536
Charge for the period	-	1,829,792,263	-	1,829,792,263
Disposals	-	(98,933,334)	-	(98,933,334)
Closing balance	<u>1,175,864,496</u>	<u>54,375,049,969</u>	<u>367,000,000</u>	<u>55,917,914,465</u>
Net book value				
Opening balance	<u>14,871,760,504</u>	<u>10,735,605,611</u>	<u>-</u>	<u>25,607,366,115</u>
Closing balance	<u><u>14,871,760,504</u></u>	<u><u>9,156,746,682</u></u>	<u><u>-</u></u>	<u><u>24,028,507,186</u></u>

As at end of period, the historical cost of intangible assets of the Group which were fully amortised but still in use was VND46,506,120,097 (as at beginning of period: VND45,782,093,097).

13 CONSTRUCTION IN PROGRESS

	Closing balance VND	Opening balance VND
Moulds under installation	5,405,777,123	6,374,958,275
Equipment under installation	2,722,997,417	1,367,348,857
	<u>8,128,774,540</u>	<u>7,742,307,132</u>

Movements in construction in progress during the period are as follows:

	Current period VND	Previous period VND
Opening balance	7,742,307,132	102,815,871,219
Increase in the period	8,696,256,830	40,350,706,090
Transfers to fixed assets (Note 12)	(8,022,918,292)	(122,412,494,840)
Transfers to prepaid expenses (Note 11)	(286,871,130)	(197,654,557)
Disposals	-	(228,681,523)
Closing balance	<u>8,128,774,540</u>	<u>20,327,746,389</u>

14 SHORT-TERM TRADE ACCOUNTS PAYABLE

	Closing balance		Opening balance	
	Value VND	Able-to-pay amount VND	Value VND	Able-to-pay amount VND
Third parties	218,652,581,153	218,652,581,153	191,373,818,546	191,373,818,546
Related parties (Note 38(b))	1,360,441,539	1,360,441,539	2,448,738,841	2,448,738,841
	<u>220,013,022,692</u>	<u>220,013,022,692</u>	<u>193,822,557,387</u>	<u>193,822,557,387</u>

15 SHORT-TERM ADVANCES FROM CUSTOMERS

	Closing balance VND	Opening balance VND
Third parties		
Sis-Plast	1,081,096,885	-
Eagle Kreativ Deutschland Gmbh	1,147,192,200	585,072,022
T.A Vietnam Industries Inc	1,228,700,000	1,370,820,000
Al-Matar Co.	1,949,206,800	-
Others	2,637,912,864	1,804,527,085
	<u>8,044,108,749</u>	<u>3,760,419,107</u>

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16 TAX AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE

Movements in tax and other receivables from/payables to the State are as follows:

	Opening balance VND	Receivable/payable during the period VND	Payment during the period VND	Reclassification VND	Closing balance VND
(a) Tax receivables					
VAT to be reclaimed	93,018,891,136	21,298,553,118	-	-	114,317,444,254
CIT	4,592,403,379	-	-	(4,507,546,050)	84,857,329
	<u>97,611,294,515</u>	<u>21,298,553,118</u>	<u>-</u>	<u>(4,507,546,050)</u>	<u>114,402,301,583</u>
(b) Tax payables					
CIT	26,072,342,335	70,141,533,443	(28,323,947,501)	(4,507,546,050)	63,382,382,227
VAT	2,948,214,679	93,017,651,896	(66,179,653,204)	-	29,786,213,371
Personal income tax	1,787,667,499	24,361,375,510	(24,276,330,777)	-	1,872,712,232
Import - export duties	189,308,552	6,498,537,122	(6,641,946,628)	-	45,899,046
Other taxes	406,225,882	1,638,322,210	(1,747,040,923)	-	297,507,169
	<u>31,403,758,947</u>	<u>195,657,420,181</u>	<u>(127,168,919,033)</u>	<u>(4,507,546,050)</u>	<u>95,384,714,045</u>

17 PAYABLE TO EMPLOYEES

As at end of period and beginning of period, the balances represent the salary payable to employees.

18 SHORT-TERM ACCRUED EXPENSES

	Closing balance VND	Opening balance VND
13th month salary and performance bonus	40,575,526,760	64,616,937,272
Advertising and marketing expenses	39,550,660,196	17,111,954,514
Interest expense	341,119,788	373,159,506
Others	14,036,189,695	9,770,372,997
	<u>94,503,496,439</u>	<u>91,872,424,289</u>

19 OTHER SHORT-TERM PAYABLES

	Closing balance VND	Opening balance VND
Remuneration for the Board of Directors and Board of Supervisors	3,896,500,000	3,799,242,314
Union fees	3,415,652,581	1,515,530,781
Dividend payables	11,165,500	11,165,500
Others	569,307,398	1,093,686,497
	<u>7,892,625,479</u>	<u>6,419,625,092</u>

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20	BORROWINGS	(a)	Short-term	Opening balance		During the period		Closing balance	
				Value VND	Able-to-pay amount VND	Increase VND	Decrease VND	Value VND	Able-to-pay amount VND
			Short-term						
			Joint Stock Commercial Bank for Investment and Development of Vietnam - Western Saigon Branch (i)	80,706,333,062	80,706,333,062	96,592,398,772	(102,592,077,086)	74,706,654,748	74,706,654,748
			Vietnam Joint Stock Commercial Bank for Industry and Trade - Western Saigon Branch (ii)	16,887,255,753	16,887,255,753	178,397,523,791	(67,695,370,308)	127,589,409,236	127,589,409,236
			HSBC Bank (Vietnam) Limited (iii)	100,571,796,803	100,571,796,803	118,178,726,333	(194,737,578,679)	24,012,944,457	24,012,944,457
			Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ho Chi Minh Branch (iv)	3,942,265,905	3,942,265,905	64,913,536,603	(19,006,790,926)	49,849,011,582	49,849,011,582
			Joint Stock Commercial Bank for Foreign Trade of Vietnam - Bien Hoa Branch (v)	4,496,671,855	4,496,671,855	71,820,500,770	(26,783,176,855)	49,533,995,770	49,533,995,770
			The Siam Commercial Bank Public Company Limited - Ho Chi Minh City Branch (vi)	8,598,311,952	8,598,311,952	32,560,588,830	(41,158,900,782)	-	-
				215,202,635,330	215,202,635,330	562,463,275,099	(451,973,894,636)	325,692,015,793	325,692,015,793
			Current portion						
			HSBC Bank (Vietnam) Limited (*)	14,960,657,524	14,960,657,524	5,937,530,365	(12,108,723,953)	8,789,463,936	8,789,463,936
			Bank overdraft						
			Joint Stock Commercial Bank for Investment and Development of Vietnam - West Saigon Branch (vii)	19,979,101,008	19,979,101,008	-	(19,979,101,008)	-	-
				250,142,393,862	250,142,393,862	568,400,805,464	(484,061,719,597)	334,481,479,729	334,481,479,729

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20 BORROWINGS (continued)

(b) Long-term

	Opening balance		During the period		Closing balance	
	Value VND	Able-to-pay amount VND	Increase VND	Decrease VND	Value VND	Able-to-pay amount VND
HSBC Bank (Vietnam) Limited (*) (viii)	27,303,044,659	27,303,044,659	-	(22,908,312,705)	4,394,731,954	4,394,731,954
Others (*)	6,195,560,000	6,195,560,000	-	-	6,195,560,000	6,195,560,000
	<u>33,498,604,659</u>	<u>33,498,604,659</u>	<u>-</u>	<u>(22,908,312,705)</u>	<u>10,590,291,954</u>	<u>10,590,291,954</u>

(*) Details of the long-term bank loan are as follows:

	Closing balance VND	Opening balance VND
Original debt balance	19,379,755,890	48,459,262,183
Current portion	(8,789,463,936)	(14,960,657,524)
	<u>10,590,291,954</u>	<u>33,498,604,659</u>

20 BORROWINGS (continued)

- (i) Representing short-term loans from Joint Stock Commercial Bank for Investment and Development of Vietnam - Western Saigon Branch for the purpose of supplementing working capital. The loans have terms and interest rates specified in each disbursement. The Group has pledged machinery and equipment as collateral assets for these loans (Note 12(a)).
- (ii) Representing short-term loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Western Saigon Branch for the purpose of supplementing working capital. The loans have terms and interest rates specified in each disbursement. The Group has pledged inventories, machinery and equipment as collateral assets for these loans (Note 10, and 12(a)).
- (iii) Representing short-term loans from HSBC Bank (Vietnam) Limited for the purpose of supplementing working capital. The loans have terms and interest rates specified in each disbursement. The Group has pledged receivables, inventories as collateral assets for these loans (Note 5, and 10).
- (iv) Representing short-term loans from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ho Chi Minh Branch for the purpose of supplementing working capital. The loans have terms and interest rates specified in each disbursement. The Group has pledged receivables as collateral assets for these loans (Note 5).
- (iv) Representing short-term loans from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Bien Hoa Branch for the purpose of supplementing working capital. The loans have terms and interest rates specified in each disbursement. The Group has pledged receivables as collateral assets for these loans (Note 5).
- (vi) Representing short-term loans from The Siam Commercial Bank Public Company Limited - Ho Chi Minh Branch for the purpose of supplementing working capital. The loans have terms and interest rates specified in each disbursement. The Group has pledged receivables as collateral assets for these loans (Note 5).
- (vii) Overdraft loans from Bank for Investment and Development of Vietnam - Western Saigon Branch for the purpose of supplementing working capital.
- (viii) Representing long-term loans from HSBC Bank (Vietnam) Limited for the purpose of purchasing and installing fixed assets. The loans have terms and interest rates specified in each disbursement. The Group has pledged machinery and equipment as collateral assets for these loans (Note 12(a)).

21 PROVISION FOR LONG-TERM LIABILITIES

	Closing balance VND	Opening balance VND
Provisions for site clearance restoration and return	14,817,228,500	14,817,228,500
Provision for severance allowance	6,595,495,750	6,614,986,000
	<u>21,412,724,250</u>	<u>21,432,214,500</u>

22 DEFERRED INCOME TAX ASSETS

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority. Details are as follows:

	Closing balance VND	Opening balance VND
Deferred tax assets to be recovered	8,166,851,283	25,006,732,702

The gross movements in deferred income tax, without taking into consideration the offsetting of balances within the same tax jurisdiction, were as follows:

	Current period VND	Previous period VND
Opening balance	25,006,732,702	26,795,330,055
Interim consolidated income statement charge (Note 35)	(16,839,881,419)	(1,286,592,197)
Closing balance	8,166,851,283	25,508,737,858

Details of deferred tax assets

	Closing balance VND	Opening balance VND
Temporary difference of provisions	9,998,033,438	7,702,720,260
Unrealised profit of internal transactions	(385,731,985)	12,020,376,306
Unrealised exchange rate differences of cash and receivables denominated in foreign currency	(1,445,450,170)	(958,283,399)
Tax losses not yet utilised (*)	-	5,372,554,346
Temporary difference of accrued expenses	-	869,365,189
	<u>8,166,851,283</u>	<u>25,006,732,702</u>

The Group used a tax rate of 20% in year 2024 and 2023 to determine deferred income tax assets and deferred income tax liabilities.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

22 DEFERRED INCOME TAX ASSETS (continued)

(*) The Group's tax losses can be carried forward to offset against future taxable profit for a maximum period of no more than five consecutive years from the year right after the year in which the loss was incurred. The actual amount of tax losses that can be carried forward is subject to review and approval of the tax authorities and may be different from the figures presented. The estimated amount of tax losses available for offset against the Group's future taxable profit are:

Year of tax loss	Status of tax authorities' review	Loss incurred VND	Loss utilised VND	Loss carried forward VND
2020	Finalized	10,895,749,855	-	10,895,749,855
2020	Outstanding	7,670,800,156	-	7,670,800,156
2021	Outstanding	18,103,581,266	-	18,103,581,266
2022	Outstanding	40,210,730,803	(32,730,657,136)	7,480,073,667
2023	Outstanding	16,322,291,695	(3,357,760,738)	12,964,530,957
2024	Outstanding	10,930,995,283	-	10,930,995,283
		<u>104,134,149,058</u>	<u>(36,088,417,874)</u>	<u>68,045,731,184</u>

The Group did not recognise deferred income tax assets relating to the tax losses carried forward of VND68,045,731,184, as the realisation of the related tax benefits through future taxable profits currently cannot be assessed as probable.

23 OWNERS' CAPITAL**(a) Number of shares**

	Closing balance		Opening balance	
	Ordinary shares	Preference shares	Ordinary shares	Preference shares
Number of shares registered issued and in circulation	<u>78,594,453</u>	<u>-</u>	<u>78,594,453</u>	<u>-</u>

(b) Details of owners' shareholding

	Closing balance		Opening balance	
	Ordinary shares	%	Ordinary shares	%
Thien Long An Think Investment Corporation	37,350,952	47.52	37,350,952	47.52
NWL Cayman Holdings Ltd.	5,500,000	7.00	5,500,000	7.00
Mr. Co Gia Tho	4,924,605	6.27	4,924,605	6.27
Other shareholders	30,818,896	39.21	30,818,896	39.21
Number of shares	<u>78,594,453</u>	<u>100.00</u>	<u>78,594,453</u>	<u>100.00</u>

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23 OWNERS' CAPITAL (continued)

(c) Movement of share capital

	Number of shares	Ordinary shares VND	Total VND
For the six-month period ended 30 June 2023			
Opening balance	77,794,453	777,944,530,000	777,944,530,000
Closing balance	77,794,453	777,944,530,000	777,944,530,000
For the six-month period ended 30 June 2024			
Opening balance	78,594,453	785,944,530,000	785,944,530,000
Closing balance	78,594,453	785,944,530,000	785,944,530,000

Par value per share: VND10,000.

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24 MOVEMENTS IN OWNERS' EQUITY

	Owners' capital VND	Share premium VND	Investment and development fund VND	Foreign exchange difference VND	Undistributed earnings VND	Non controlling interests VND	Total VND
For the six-month period ended 30 June 2023							
Opening balance	777,944,530,000	361,633,483,771	261,896,462,556	526,982,987	554,720,805,316	1,149,492,192	1,957,871,756,822
Capital increase during the period	-	-	-	-	-	1,800,000,000	1,800,000,000
Net profit for the period	-	-	-	-	269,906,338,962	(1,671,245,796)	268,235,093,166
Foreign exchange difference	-	-	-	(1,086,225,477)	-	-	(1,086,225,477)
Dividends declared from undistributed profit of 2022	-	-	-	-	(38,897,226,500)	-	(38,897,226,500)
Dividends declared from undistributed profit of 2023 (i)	-	-	-	-	116,691,679,500	-	(116,691,679,500)
Appropriation to bonus and welfare fund (Note 26)	-	-	-	-	(40,137,089,000)	-	(40,137,089,000)
Bonus for exceeding the budgeted profit for the Board of Management and employees (Note 26)	-	-	-	-	(22,200,000,000)	-	(22,200,000,000)
Bonus for exceeding the budgeted profit for the Board of Directors	-	-	-	-	(2,000,000,000)	-	(2,000,000,000)
Remuneration of the Board of Directors and Board of Supervisors	-	-	-	-	(4,263,183,207)	-	(4,263,183,207)
Closing balance	777,944,530,000	361,633,483,771	261,896,462,556	(559,242,490)	600,437,966,071	1,278,246,396	2,002,631,446,304
For the six-month period ended 30 June 2024							
Opening balance	785,944,530,000	361,633,483,771	261,896,462,556	587,031,236	683,572,010,385	346,564,704	2,093,980,082,652
Net profit for the period	-	-	-	-	330,650,405,424	(847,258,783)	329,803,146,641
Arising from change in capital contribution proportion	-	-	-	-	(410,262,856)	410,262,856	-
Foreign exchange difference	-	-	-	1,420,789,412	-	-	1,420,789,412
Appropriation to bonus and welfare fund (ii) (Note 26)	-	-	-	-	(35,894,054,000)	-	(35,894,054,000)
Remuneration of the Board of Directors and Board of Supervisors (iii)	-	-	-	-	(5,433,267,010)	-	(5,433,267,010)
Closing balance	785,944,530,000	361,633,483,771	261,896,462,556	2,007,820,648	972,484,831,943	(90,431,223)	2,383,876,697,695

24 MOVEMENTS IN OWNERS' EQUITY (continued)

Pursuant to the Resolution No. 01/2024/NQ-ĐHĐCĐ dated 23 April 2024 of the 2023 Annual General Meeting of Shareholders, the General Meeting of Shareholders of the Company approved the distribution plan of net consolidated profits after tax of the year 2023 and 2024 as follows:

- (i) Appropriation to the dividend distribution from the 2023 post-tax profit at the rate of 35% par value, equivalent to VND273,880,586,000, in which, cash dividend at the rate of 25% par value and share dividend at the rate of 10% par value. In 2023, the Company divided VND116,691,679,500, the remainder divided by cash and shares in 2024;
- (ii) Appropriation to bonus and welfare fund of VND35,894,054,000 (equivalent to 10% of the 2023 post-tax profit); and
- (iii) Remuneration for the Board of Directors and Board of Supervisors of VND15,000,000,000 in 2024. For the first 6-month period, remuneration was appropriated of VND5,433,267,010.

25 DIVIDENDS

Movements of dividend payables during the period are as follows:

	Current period VND	Previous period VND
Opening balance	11,165,500	116,702,845,000
Dividends payable during the period	-	155,588,906,000
Dividends paid in cash	-	(116,691,679,500)
	<u>11,165,500</u>	<u>155,600,071,500</u>
Closing balance	<u>11,165,500</u>	<u>155,600,071,500</u>

26 BONUS AND WELFARE FUND

Movements of bonus and welfare fund during the period are as follows:

	Current period VND	Previous period VND
Opening balance	41,727,126,827	12,156,810,827
Appropriated (Note 24)	35,894,054,000	40,137,089,000
Bonus for exceeding the budgeted profit for the Board of Management and employees (Note 24)	-	22,200,000,000
Utilised	(21,889,217,000)	(26,709,866,000)
	<u>55,731,963,827</u>	<u>47,784,033,827</u>
Closing balance	<u>55,731,963,827</u>	<u>47,784,033,827</u>

27 EARNINGS PER SHARE**(a) Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit attributable to shareholders after deducting the bonus and welfare fund by the weighted average number of ordinary shares outstanding during the period, excluding ordinary shares repurchased by the Company and held as treasury shares. Details are as follows:

	Current period	Previous period
Net profit attributable to shareholders (VND)	330,650,405,424	269,906,338,962
Less amount allocated to bonus and welfare funds (VND) (*)	(33,065,040,542)	(26,990,633,896)
	<u>297,585,364,882</u>	<u>242,915,705,066</u>
Weighted average number of ordinary shares in issue (shares)	78,594,453	77,794,453
Basic earnings per share (VND)	<u>3,786</u>	<u>3,123</u>

(*) Bonus and welfare fund had been appropriated at the estimated rate of 10% of consolidated profit after CIT in accordance with the Resolution No. 01/2024/NQ-ĐHĐCĐ dated 23 April 2024 of the General Meeting of Shareholders.

(b) Diluted earnings per share

Diluted earnings per share is calculated by dividing the net profit attributable to shareholders, which already subtracted the bonus and welfare fund, by the weighted average number of ordinary shares outstanding during the period and the ordinary shares expected to be issued.

The Company did not have any ordinary shares potentially diluted during the period and up to the date of these interim consolidated financial statements.

28 OFF INTERIM CONSOLIDATED BALANCE SHEET ITEMS**(a) Foreign currencies**

Cash and cash equivalents were balances held in foreign currencies as follows:

	Closing balance	Opening balance
Japanese Yen ("JPY")	57,773,031	31,904,902
United States Dollar ("USD")	5,955,107	5,578,467
Ringgit Malaysia ("MYR")	470,408	611,949
Korean Won ("KRW")	240,000	240,000
Euro ("EUR")	197,573	161,050
Singapore Dollar ("SGD")	3,420	11,803
British Pound ("GBP")	1,574	1,583
Australian Dollar ("AUD")	110	110
Taiwanese Dollar ("TWD")	70	12,570
	<u>57,773,031</u>	<u>31,904,902</u>

(b) Write-off doubtful debts

As at end of period and beginning of period, the Group has written off some doubtful debts. Detail are as follows:

	Balance VND
Thien Loc Trading Company Limited	219,103,729
FDI Korea Vietnam Venture Joint Stock Company	212,811,152
Tan Mai Bookstore	194,567,441
City Center for Disease Control of Hanoi	118,328,760
Bach Ma Service - Trading Joint Stock Company	107,886,623
Branch of Thien Hop Cultural Service and Trading Company	54,842,961
Phuc Nhan Bookstore Business Household	52,063,917
Pham Nguyen Co Ltd.	50,462,208
Son Trang Technical and Trading Service Company Limited	40,425,000
Thien An Printing Production Trading Service Company Limited	34,991,387
Quy Hang Bookstore	31,484,618
Mabel Company Limited	31,198,726
Nhan Tri Book Private Enterprise	30,966,727
Vo Thanh Dao Business Household	29,748,099
Hoang Gia Project Group Joint Stock Company	25,161,101
Go May Bookstore Business Household	24,094,403
Hoa Mai Stationery Trading Company Limited	19,785,744
Vietnam Automobile Technology Joint Stock Company	14,922,450
Thanh Do Investment Development and Construction Joint Stock Company - Boutique Branch	12,091,540
Nhan Van Vinh Truong Joint Stock Company	9,384,969
Tran Hieu Nghia One Member Company Limited	3,999,428
Branch of Hoang Gia Project Group Joint Stock Company in Ca Mau	1,889,725
	<u>1,320,210,708</u>

29 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	Current period VND	Previous period VND
Revenue from sales of goods and rendering of services		
Revenue from sales of finished goods	1,658,103,810,659	1,616,959,130,229
Revenue from sales of merchandise	362,864,613,177	397,151,540,259
Revenue from rendering of services	45,034,777	44,648,772
	<u>2,021,013,458,613</u>	<u>2,014,155,319,260</u>
Sales deductions		
Finished good returns	(830,565,626)	(16,738,000,803)
Merchandise returns	(1,074,021,572)	(6,884,945,966)
Trade discounts	(3,308,531,094)	(2,673,273,268)
Sales allowances	-	(25,587,559)
	<u>(5,213,118,292)</u>	<u>(26,321,807,596)</u>
Net revenue from sales of goods and rendering of services		
Net revenue from sales of finished goods	1,653,964,713,939	1,597,547,856,158
Net revenue from sales of merchandise	361,790,591,605	390,241,006,734
Net revenue from rendering of services	45,034,777	44,648,772
	<u>2,015,800,340,321</u>	<u>1,987,833,511,664</u>

30 COST OF GOODS SOLD AND SERVICES RENDERED

	Current period VND	Previous period VND
Cost of finished goods and merchandise sold	1,070,934,052,329	1,116,021,612,403
Provision for decline in value of inventories (Note 10)	15,515,928,106	3,211,189,313
	<u>1,086,449,980,435</u>	<u>1,119,232,801,716</u>

31 FINANCIAL INCOME

	Current period VND	Previous period VND
Interest income from deposits	10,893,194,867	15,279,733,833
Realised foreign exchange gains	10,852,106,570	11,638,823,533
Net gain from foreign currency translation at period-end	7,570,185,505	3,879,790,042
Dividend income	180,000,000	180,000,000
	<u>29,495,486,942</u>	<u>30,978,347,408</u>

32 FINANCIAL EXPENSES

	Current period VND	Previous period VND
Interest expense	6,245,797,625	10,051,642,166
Realised foreign exchange losses	4,040,762,251	5,865,349,759
Reversal of provision for diminution in value of investments	(181,184,000)	(109,440,000)
Others	376,979,925	2,078,273,486
	<u>10,482,355,801</u>	<u>17,885,825,411</u>

33 SELLING EXPENSES

	Current period VND	Previous period VND
Staff costs	173,667,343,308	194,597,922,552
Marketing and trade fair expenses	109,309,612,053	96,155,438,561
Depreciation	5,144,132,154	4,907,572,453
Others	74,477,517,314	74,705,531,890
	<u>362,598,604,829</u>	<u>370,366,465,456</u>

34 GENERAL AND ADMINISTRATION EXPENSES

	Current period VND	Previous period VND
Staff costs	110,679,644,534	116,672,778,677
Outside services expenses	49,909,783,502	48,394,508,052
Depreciation and amortisation	9,032,434,906	9,087,851,881
Others	3,579,142,060	5,124,229,002
	<u>173,201,005,002</u>	<u>179,279,367,612</u>

35 CORPORATE INCOME TAX (“CIT”)

The CIT on the Group’s accounting profit before tax differs from the theoretical amount that would arise using the applicable tax rate of 20% as follows:

	Current period VND	Previous period VND
Accounting profit before tax	<u>416,784,561,503</u>	<u>337,503,381,273</u>
Adjustment:		
Income not subject to tax	(180,000,000)	(180,000,000)
Expenses not deductible for tax purposes	4,801,631,875	3,810,156,326
Temporary differences for which no deferred income tax asset has been recognised	831,861,861	(982,902,612)
Tax losses for which no deferred income tax asset was recognised	<u>10,930,995,283</u>	<u>5,864,320,345</u>
	<u>433,169,050,522</u>	<u>346,014,955,332</u>
Tax calculated at a rate of 20%	86,633,810,104	69,202,991,067
Adjustment for under accrued CIT in previous periods	<u>347,604,758</u>	<u>65,297,040</u>
CIT charge (*)	<u>86,981,414,862</u>	<u>69,268,288,107</u>
Charged to the interim consolidated income statement:		
CIT - current	70,141,533,443	67,981,695,910
CIT - deferred (Note 22)	<u>16,839,881,419</u>	<u>1,286,592,197</u>
	<u>86,981,414,862</u>	<u>69,268,288,107</u>

(*) The current CIT charge for the period is based on estimated taxable income and is subject to review and possible adjustments by the tax authorities.

36 COSTS OF OPERATION BY FACTOR

Costs of operation by factor represents all costs incurred during the period from the Group's operating activities, excluding cost of merchandise for trading activities. Details are as follows:

	Current period VND	Previous period VND
Raw materials	519,585,913,443	584,442,738,494
Staff costs	408,038,610,146	451,043,377,632
Outside service expenses	185,479,418,978	159,535,755,963
Depreciation and amortisation	48,296,784,603	46,167,889,444
Others	94,752,356,713	107,038,335,639
	<u>1,256,153,083,883</u>	<u>1,348,228,097,172</u>

37 SEGMENT REPORTING

The Chief Executive Officer of the Company determines that the management decisions of the Group are based primarily on the geographic areas in which the Group supplies products. As a result, the primary segment reporting of the Group is presented in respect of the Group's geographical segments.

	Current period VND	Previous period VND
Net revenue from sales of goods		
Net revenue from domestic sales	1,441,672,006,976	1,513,186,252,947
Net revenue from export sales	574,128,333,345	474,647,258,717
	<u>2,015,800,340,321</u>	<u>1,987,833,511,664</u>
Cost of goods sold		
Cost of goods sold - domestic	699,992,418,295	775,595,332,325
Cost of goods sold - export	386,457,562,140	343,637,469,391
	<u>1,086,449,980,435</u>	<u>1,119,232,801,716</u>
Gross profit from sales of goods		
Gross profit from sales of goods - domestic	741,679,588,681	737,590,920,622
Gross profit from sales of goods - export	187,670,771,205	131,009,789,326
	<u>929,350,359,886</u>	<u>868,600,709,948</u>

38 RELATED PARTY DISCLOSURES

The Company is a joint stock company. Details of subsidiaries and associates are given in Note 1. Details of the key related parties and relationship are given as below:

Related party	Relationship
Thien Long An Think Investment Corporation	Major shareholder
Pega Holdings Joint Stock Company	Associate

(a) Related party transactions

The primary transactions with related parties incurred in the period are:

	Current period VND	Previous period VND
(i) Net revenue from sales of goods and rendering of services		
Pega Holdings Joint Stock Company	<u>16,122,432,044</u>	<u>6,925,083,360</u>
(ii) Purchases of goods and services		
Pega Holdings Joint Stock Company	<u>4,565,370,050</u>	<u>-</u>
(iii) Rental income		
Pega Holdings Joint Stock Company	<u>192,000,000</u>	<u>-</u>
(iv) Sales of fixed assets		
Pega Holdings Joint Stock Company	<u>1,942,533,329</u>	<u>-</u>
(v) Dividends declared		
Thien Long An Think Investment Corporation	<u>-</u>	<u>74,701,904,000</u>
(vi) Compensation of key management		
Gross salaries and other benefits	<u>7,079,125,000</u>	<u>6,148,850,000</u>

38 RELATED PARTY DISCLOSURE (continued)**(b) Period/year-end balances with related parties**

	Closing balance VND	Opening balance VND
(i) Short-term trade accounts receivable (Note 5)		
Pega Holdings Joint Stock Company	<u>11,907,244,628</u>	<u>18,154,680,115</u>
(ii) Short-term lendings (Note 7)		
Pega Holdings Joint Stock Company	<u>16,000,000,000</u>	<u>16,000,000,000</u>
(iii) Short-term trade accounts payable (Note 14)		
Pega Holdings Joint Stock Company	<u>1,360,441,539</u>	<u>2,448,738,841</u>

THIEN LONG GROUP CORPORATION

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39 COMMITMENTS UNDER OPERATING LEASES

The future minimum lease payments under non-cancellable operating leases were as follows:

	Office		Warehouse		Total	
	Closing balance VND	Opening balance VND	Closing balance VND	Opening balance VND	Closing balance VND	Opening balance VND
Within one year	18,245,544,796	18,990,863,984	28,817,913,988	23,974,532,040	47,063,458,784	42,965,396,024
Between one and five years	17,966,989,690	32,585,793,530	50,522,545,144	49,995,335,370	68,489,534,834	82,581,128,900
	<u>36,212,534,486</u>	<u>51,576,657,514</u>	<u>79,340,459,132</u>	<u>73,969,867,410</u>	<u>115,552,993,618</u>	<u>125,546,524,924</u>

40 SUBSEQUENT EVENTS

Pursuant to the Resolution No. 08/2024/NQ-HĐQT dated 15 August 2024, the Board of Directors of the Company approved the record date to exercise the right for the second dividend of 2023 in cash at the rate of 10% par value. Accordingly, the final record date is 30 August 2024 and the time of dividend payment is 13 September 2024.

The interim consolidated financial statements were approved by the Chief Executive Officer on 20 August 2024.



Dao Xuan Nam
Preparer



Nguyen Ngoc Nhon
Chief Accountant



Tran Phuong Nga
Chief Executive Officer

