



**THIEN LONG GROUP CORPORATION**

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**



# THIEN LONG GROUP CORPORATION

## INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

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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 23rd amendment dated 9 December 2024

### Board of Directors

Mr. Co Gia Tho	Chairman
Ms. Co Cam Nguyet	Member
Mr. Nguyen Dinh Tam	Member
	cum Member of the Audit Committee
Ms. Tran Phuong Nga	Member (from 10 April 2025)
Mr. Co Tran Co Nguyen	Member (from 10 April 2025)
Ms. Co Tran Dinh Dinh	Member (from 10 April 2025)
Ms. Tieu Yen Trinh	Independent Member (from 10 April 2025)
Mr. Le Trung Thanh	Independent Member (from 10 April 2025)
Mr. Pham Ngoc Tuan	Independent Member cum Head of the Audit Committee (from 10 April 2025)
Ms. Tran Thai Nhu	Member (until 10 April 2025)
Ms. Co Ngan Binh	Member (until 10 April 2025)
Mr. Tayfun Uner	Independent Member (until 10 April 2025)
Mr. Pham Nguyen Tri	Independent Member (until 10 April 2025)

### Audit Committee (\*)

Mr. Pham Ngoc Tuan	Head of Committee (from 10 April 2025)
Mr. Nguyen Dinh Tam	Member (from 10 April 2025)

### Board of Supervisors (\*)

Ms. Nguyen Thi Bich Nga	Chief Supervisor (until 10 April 2025)
Ms. Ta Hong Diep	Member (until 10 April 2025)
Ms. Vu Thi Thanh Nga	Member (until 10 April 2025)

### Chief Executive Officer

Ms. Tran Phuong Nga	Chief Executive Officer
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## THIEN LONG GROUP CORPORATION

### CORPORATE INFORMATION (continued)

**Legal Representative**                      Ms. Tran Phuong Nga                      Chief Executive Officer

**Registered office**                      10th Floor, Sofic Tower, No. 10, Mai Chi Tho Street,  
An Khanh Ward, Ho Chi Minh City, Vietnam

**Auditor**                      PwC (Vietnam) Limited

- (\*) Pursuant to the Resolution No. 01/2025/NQ-ĐHĐCĐ dated 10 April 2025 of the 2024 Annual General Meeting of Shareholders, the General Meeting of Shareholders of the Company approved the change in the Company's management structure. Accordingly, the Company established an Audit Committee under the Board of Directors and ceased the operation of the Board of Supervisors.



## 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 2025, and of its interim consolidated financial performance 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 error.

#### Approval of the Interim Consolidated Financial Statements

I hereby approve the accompanying interim consolidated financial statements as set out on pages 6 to 56 which give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2025, and of its interim consolidated financial performance 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  
26 August 2025



## 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 2025, and approved by the Chief Executive Officer on 26 August 2025. The interim consolidated financial statements comprise the interim consolidated balance sheet as at 30 June 2025, 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 6 to 56.

### 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.



### Auditor's 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 2025, 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: HCM17368  
Ho Chi Minh City, SR Vietnam  
26 August 2025

INTERIM CONSOLIDATED BALANCE SHEET  
AS AT 30 JUNE 2025

Code	ASSETS	Note	Closing balance VND	Opening balance VND
<b>100</b>	<b>CURRENT ASSETS</b>		<b>2,944,996,294,307</b>	<b>2,670,706,305,975</b>
<b>110</b>	<b>Cash and cash equivalents</b>	<b>3</b>	<b>394,998,032,225</b>	<b>700,074,273,053</b>
111	Cash		274,332,032,225	334,874,273,053
112	Cash equivalents		120,666,000,000	365,200,000,000
<b>120</b>	<b>Short-term investments</b>		<b>480,200,000,000</b>	<b>360,900,000,000</b>
123	Investments held to maturity	4(a)	480,200,000,000	360,900,000,000
<b>130</b>	<b>Short-term receivables</b>		<b>931,449,378,777</b>	<b>649,050,923,753</b>
131	Short-term trade accounts receivable	5	885,100,164,025	612,821,383,076
132	Short-term prepayments to suppliers	6	28,671,437,843	14,624,171,905
135	Short-term lendings	7	16,000,000,000	16,000,000,000
136	Other short-term receivables	8(a)	10,063,051,226	12,303,121,563
137	Provision for doubtful debts - short-term	9	(8,385,274,317)	(6,697,752,791)
<b>140</b>	<b>Inventories</b>	<b>10</b>	<b>940,917,999,397</b>	<b>784,896,481,994</b>
141	Inventories		993,073,339,304	833,963,734,982
149	Provision for decline in value of inventories		(52,155,339,907)	(49,067,252,988)
<b>150</b>	<b>Other current assets</b>		<b>197,430,883,908</b>	<b>175,784,627,175</b>
151	Short-term prepaid expenses	11(a)	22,778,531,769	23,135,505,351
152	Value added tax ("VAT") to be reclaimed	16(a)	174,418,587,421	143,451,017,773
153	Tax and other receivables from the State	16(b)	233,764,718	9,198,104,051
<b>200</b>	<b>LONG-TERM ASSETS</b>		<b>820,465,695,990</b>	<b>688,855,057,514</b>
<b>210</b>	<b>Long-term receivables</b>		<b>12,290,109,985</b>	<b>14,717,155,781</b>
216	Other long-term receivables	8(b)	12,290,109,985	14,717,155,781
<b>220</b>	<b>Fixed assets</b>		<b>511,032,326,614</b>	<b>528,291,326,958</b>
221	Tangible fixed assets	12(a)	488,761,497,027	504,876,115,604
222	Historical cost		1,366,470,965,245	1,341,014,256,759
223	Accumulated depreciation		(877,709,468,218)	(836,138,141,155)
227	Intangible fixed assets	12(b)	22,270,829,587	23,415,211,354
228	Historical cost		81,627,687,736	81,114,342,736
229	Accumulated amortisation		(59,356,858,149)	(57,699,131,382)
<b>240</b>	<b>Long-term assets in progress</b>		<b>21,344,995,299</b>	<b>20,391,542,457</b>
242	Construction in progress	13	21,344,995,299	20,391,542,457
<b>250</b>	<b>Long-term investments</b>		<b>211,114,932,433</b>	<b>64,214,208,000</b>
252	Investments in associates	4(b)	183,994,932,433	37,200,000,000
253	Investments in other entities	4(b)	30,685,000,000	30,685,000,000
254	Provision for long-term investments	4(b)	(3,565,000,000)	(3,670,792,000)
<b>260</b>	<b>Other long-term assets</b>		<b>64,683,331,659</b>	<b>61,240,824,318</b>
261	Long-term prepaid expenses	11(b)	51,535,889,922	48,699,473,781
262	Deferred income tax assets	22	13,147,441,737	12,541,350,537
<b>270</b>	<b>TOTAL ASSETS</b>		<b>3,765,461,990,297</b>	<b>3,359,561,363,489</b>

The notes on pages 10 to 56 are an integral part of these interim consolidated financial statements.

**INTERIM CONSOLIDATED BALANCE SHEET**  
**AS AT 30 JUNE 2025**  
**(continued)**

Code	RESOURCES	Note	Closing balance VND	Opening balance VND
<b>300</b>	<b>LIABILITIES</b>		<b>1,299,683,151,905</b>	<b>1,012,333,480,318</b>
<b>310</b>	<b>Short-term liabilities</b>		<b>1,273,720,629,155</b>	<b>985,667,030,318</b>
311	Short-term trade accounts payable	14	331,059,522,602	260,159,397,874
312	Short-term advances from customers	15	18,580,660,747	8,135,085,608
313	Tax and other payables to the State	16(c)	96,252,127,058	48,759,143,419
314	Payable to employees	17	41,392,042,477	43,977,764,490
315	Short-term accrued expenses	18	197,116,676,634	81,163,548,557
319	Other short-term payables	19	2,634,462,157	7,621,951,212
320	Short-term borrowings	20(a)	518,539,626,653	486,603,154,331
322	Bonus and welfare funds	26	68,145,510,827	49,246,984,827
<b>330</b>	<b>Long-term liabilities</b>		<b>25,962,522,750</b>	<b>26,666,450,000</b>
338	Long-term borrowings	20(b)	6,195,560,000	6,195,560,000
342	Provision for long-term liabilities	21	19,766,962,750	20,470,890,000
<b>400</b>	<b>OWNERS' EQUITY</b>		<b>2,465,778,838,392</b>	<b>2,347,227,883,171</b>
<b>410</b>	<b>Capital and reserves</b>		<b>2,465,778,838,392</b>	<b>2,347,227,883,171</b>
411	Owners' capital	23, 24	864,535,750,000	864,535,750,000
411a	- Ordinary shares with voting rights		864,535,750,000	864,535,750,000
412	Share premium	24	361,633,483,771	361,633,483,771
417	Foreign exchange differences	24	2,933,383,253	2,019,934,276
418	Investment and development funds	24	261,896,462,556	261,896,462,556
421	Undistributed earnings	24	976,271,417,345	857,949,709,802
421a	- Undistributed post-tax profits of previous years		681,472,852,566	489,876,419,155
421b	- Post-tax profit of current period/year		294,798,564,779	368,073,290,647
429	Non-controlling interests	24	(1,491,658,533)	(807,457,234)
<b>440</b>	<b>TOTAL RESOURCES</b>		<b>3,765,461,990,297</b>	<b>3,359,561,363,489</b>



Dao Xuan Nam  
Preparer



Nguyen Ngoc Nhon  
Chief Accountant



Tran Phuong Nga  
Chief Executive Officer  
26 August 2025

The notes on pages 10 to 56 are an integral part of these interim consolidated financial statements.



**INTERIM CONSOLIDATED INCOME STATEMENT  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

Code	Note	Current period VND	Previous period VND
01	Revenue from sales of goods and rendering of services	2,048,200,948,681	2,021,013,458,613
02	Less deductions	(7,884,939,967)	(5,213,118,292)
10	Net revenue from sales of goods and rendering of services	2,040,316,008,714	2,015,800,340,321
11	Cost of goods sold and services rendered	(1,029,801,880,379)	(1,086,449,980,435)
20	Gross profit from sales of goods and rendering of services	1,010,514,128,335	929,350,359,886
21	Financial income	27,373,502,875	29,495,486,942
22	Financial expenses	(17,406,517,796)	(10,482,355,801)
23	- Including: Interest expense	(9,724,794,542)	(6,245,797,625)
24	Profit sharing from associates	3,606,007,433	-
25	Selling expenses	(489,585,589,837)	(362,598,604,829)
26	General and administration expenses	(161,319,460,519)	(173,201,005,002)
30	Net operating profit	373,182,070,491	412,563,881,196
31	Other income	7,627,811,445	4,703,687,624
32	Other expenses	(570,647,373)	(483,007,317)
40	Net other income	7,057,164,072	4,220,680,307
50	Accounting profit before tax	380,239,234,563	416,784,561,503
51	Corporate income tax ("CIT") - current	(80,586,144,656)	(70,141,533,443)
52	CIT - deferred	606,091,200	(16,839,881,419)
60	Profit after tax	300,259,181,107	329,803,146,641
61	Attributable to: Owners of the Company	301,573,103,142	330,650,405,424
62	Non-controlling interests	(1,313,922,035)	(847,258,783)
70	Basic earnings per share	3,139	3,442
71	Diluted earnings per share	3,139	3,442



Dao Xuan Nam  
Preparer



Nguyen Ngoc Nhon  
Chief Accountant



Tran Phuong Nga  
Chief Executive Officer  
26 August 2025

The notes on pages 10 to 56 are an integral part of these interim consolidated financial statements.

**INTERIM CONSOLIDATED CASH FLOW STATEMENT  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
(Indirect method)**

Code	Note	Current period VND	Previous period VND
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	Accounting profit before tax	380,239,234,563	416,784,561,503
	Adjustments for:		
02	Depreciation and amortisation	46,823,325,309	48,296,784,603
03	Provisions	4,196,758,155	14,154,133,263
04	Unrealised foreign exchange gains	(7,769,654,736)	(7,570,185,505)
05	Profits from investing activities	(17,685,076,893)	(12,688,064,893)
06	Interest expense	9,724,794,542	6,245,797,625
08	Operating profit before changes in working capital	415,529,380,940	465,223,026,596
09	Increase in receivables	(303,072,732,448)	(344,220,335,124)
10	(Increase)/decrease in inventories	(159,109,604,322)	77,161,400,202
11	Increase in payables	198,955,803,986	75,701,825,945
12	(Increase)/decrease in prepaid expenses	(2,041,939,363)	6,987,935,910
14	Interest paid	(10,028,439,376)	(6,339,219,357)
15	CIT paid	(37,469,907,065)	(28,323,947,501)
17	Other payments on operating activities	(37,599,286,363)	(27,225,226,324)
20	Net cash inflows from operating activities	65,163,275,989	218,965,460,347
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	Purchases of fixed assets and other long-term assets	(34,627,533,733)	(44,589,130,676)
22	Proceeds from disposals of fixed assets	1,072,343,434	2,477,465,228
23	Term deposits placed at banks	(478,500,000,000)	(603,131,000,000)
24	Collection of lending, term deposits placed at banks	359,200,000,000	446,642,000,000
25	Investments in other entities	(143,188,925,000)	-
27	Dividends and interest received	16,066,007,036	13,711,358,841
30	Net cash outflows from investing activities	(279,978,108,263)	(184,889,306,607)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
33	Proceeds from borrowings	648,049,161,443	562,463,275,099
34	Repayments of borrowings	(616,112,689,121)	(501,032,501,937)
36	Dividends paid	(129,680,362,500)	-
40	Net cash (outflows)/inflows from financing activities	(97,743,890,178)	61,430,773,162
50	Net (decrease)/increase in cash and cash equivalents	(312,558,722,452)	95,506,926,902
60	Cash and cash equivalents at beginning of period	700,074,273,053	243,232,641,902
61	Effect of foreign exchange differences	7,482,481,624	5,816,938,365
70	Cash and cash equivalents at end of period	394,998,032,225	344,556,507,169



Dao Xuan Nam  
Preparer



Nguyen Ngoc Nhon  
Chief Accountant



Tran Phuong Nga  
Chief Executive Officer  
26 August 2025

The notes on pages 10 to 56 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 2025

## 1 GENERAL INFORMATION

Thien Long Group Corporation (the "Company") is a joint stock company established in SR 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 23rd amendment dated 9 December 2024.

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 Thinh Investment Corporation, Mr. Co Gia Tho and other shareholders. Details of the capital contribution are presented in Note 23(b).

The Company and its subsidiaries (together, "the Group")'s principal activities are to manufacture and trade stationary 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 3,003 employees (as at beginning of period: 2,977 employees).

As at end of period, the Company had 5 direct investment subsidiaries, 2 indirect investment subsidiaries, 1 direct associate and 1 indirect associate as disclosed in Note 4(b) – Investments (as at beginning of period: 5 direct investment subsidiaries, 2 indirect investment subsidiaries and 1 direct associate). Details are as follows:

No.		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							
1	South Thien Long Manufacturing Trading Company Limited	Manufacturing and trading stationery	Ho Chi Minh City	100	100	100	100
2	Tan Luc South Trading and Service One Member Company Limited	Trading stationery	Ho Chi Minh City	100	100	100	100
3	Thien Long Long Thanh Manufacturing and Trading Company Limited	Manufacturing and trading stationery	Dong Nai Province	100	100	100	100
4	Thien Long Global Trading and Service Company Limited	Trading stationery	Ho Chi Minh City	100	100	100	100
5	FlexOffice Pte. Ltd.	Trading stationery	Singapore	100	100	100	100
Indirect subsidiaries							
1	ICCO Marketing (M) SDN. BHD.	Trading stationery	Malaysia	60	60	60	60
2	Clever World Joint Stock Company	Trading stationery	Ho Chi Minh City	96.43	96.43	94.44	94.44

**1 GENERAL INFORMATION (continued)**

No.		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 associate							
1	Pega Holdings Joint Stock Company	Trading stationery	Ho Chi Minh City	40	40	40	40
Indirect associate							
1	Phuong Nam Cultural Joint Stock Company	Manufacturing and trading books and stationery	Ho Chi Minh City	49.49	49.49	-	-

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****2.1 Basis of preparation of 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, interim consolidated financial performance 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 statutory consolidated 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 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****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 interim consolidated balance sheet.

**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 with which the Group regularly transacts. 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 recognized 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.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.5 Basis of consolidation (continued)****Subsidiaries (continued)**

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 interim 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 periods.

**Non-controlling transactions and interests**

Non-controlling interests ("NCI") are measured at their proportionate share of the acquiree's identifiable net assets at date of acquisition.

Transactions leading to the change in the Group's ownership interest that does not result in a loss of control is accounted for as a transaction with owners. The difference between the change in the Group's share of net assets of the subsidiary and any consideration paid or received from divestment of the Group's interest in the subsidiary is recorded directly in the undistributed earnings under equity.

Transactions leading to the change in the Group's ownership interest that results in a loss of control, the difference between the Group's share in the net assets of the subsidiary and the net proceeds from divestment is recognised in the consolidated income statement. The retained interest in the entity will be accounted for as either an investment in another entity or an investment to be accounted for as equity since the divestment date.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.5 Basis of consolidation (continued)****Associates**

Associates are investments 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. Investments in associates are accounted for using the equity method of accounting and are initially recognized at cost. The Group's investment in associates includes goodwill identified on acquisition, net of any accumulated impairment loss.

Subsequently, the Group's share of the post-acquisition profits or losses of its associates is recognised in the interim consolidated income statement increase or decrease to the carrying amount of the investment. Dividends or profits distributed from the associates must be accounted for as a reduction in the carrying value of the investment. Additionally, adjustments to the carrying value of the investment must also be made when the Group's interest changes due to changes in the equity of the investee that are not reflected in the investee's profit or loss for the accounting period. If the Group's share of losses in an associate equals or exceeds the carrying amount of the investment, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of associate.

Accounting policies of associates 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 associates 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.

**2.7 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 estimated 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 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****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.

**(b) Investments in associates**

Investments in associates are accounted for using the equity method when preparing the interim consolidated financial statements (Note 2.5).



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.9 Investments (continued)****(c) 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 period 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 basis 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
Molds and other fixed assets	3 - 5 years
Computer software	1 - 10 years
Copyrights, patents	2 - 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 installation or construction for production, rental or administrative purposes, or for purposes not yet determined, which are recorded at cost and are comprised of such necessary costs to construct, repair and maintain, upgrade, renew or equip the projects with technologies as 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 not recorded as intangible assets as described in Note 2.11 are recorded as prepaid expenses and allocated using the straight-line basis over the prepaid lease term.

**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**

Borrowings include borrowings from banks.

Borrowings are classified into short-term and long-term borrowings on the interim consolidated balance sheet based on the remaining period 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 invoices 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 recognized 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 allowances**

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 allowances 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 Provision for dismantling and restoration costs**

According to Circular 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance, since 1 January 2015, the Group is required to provide for dismantling and restoration costs of the Group's leased premises and land following guidance presented in Note 2.17 and relevant regulations.

This provision is measured at the present value of expenditures estimated to settle the dismantling and restoration obligation at the end of the lease term. The increase in the provision due to passage of time is recognised as a financial expense in the reporting period.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.20 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 (bought before the effective date of the Securities Law dated 1 January 2021) and re-issuing price of treasury shares. Treasury shares bought after 1 January 2021 will be cancelled and adjusted to reduce equity, whereby the difference between the repurchase price of treasury shares and the par value of shares will be adjusted against the share premium.

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

**2.21 Appropriation of profit**

The Group's dividends are recognized as a liability in the interim consolidated financial statements in the period under the announcement of the Board of Directors in which the dividends are approved by the General Meeting of Shareholders.

Net 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 profit after CIT of the Group 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**

The 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. This fund is used for rewards, material incentives, bringing common benefits and raising employees' welfare.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.22 Revenue recognition****(a) Revenue from sales of goods**

Revenue from sale of goods is recognized 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 recognized if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Revenue is recognized 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.

**(b) Revenue from rendering of services**

Revenue from rendering of services is recognized 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 recognized 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 recognized in the interim consolidated financial statements 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.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.22 Revenue recognition (continued)****(d) Dividend income**

Income from dividends is recognized in the interim consolidated income statement 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 is recognized when the Group has established receiving rights from investees.

**2.23 Sales deductions**

Sales deductions include finished good returns, merchandise returns, trade discounts and sales 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 which are sold 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 reporting period.

**2.24 Cost of goods sold and services rendered**

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

**2.25 Financial expenses**

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

**2.26 Selling expenses**

Selling expenses represent expenses that are incurred in the process of selling products and goods, and expenses related to the implementation and completion of commercial promotion programs.

**2.27 General and administration expenses**

General and administration expenses represent expenses for the Group's administrative purposes.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.28 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.

**2.29 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 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.30 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. The Chief Executive Officer of the Company has determined that the business's risk and profitability are primarily influenced by the fact that the Group operates in various geographical areas. As a result, the primary segment reporting of the Group is presented in respect of the Group's geographical segments.

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 way.

**2.31 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 decline in value of inventories (Note 2.8);
- Estimated useful life of fixed assets (Note 2.11);
- Estimation of provision for long-term liabilities (Note 2.17, Note 2.18 and Note 2.19); and
- Recognition of deferred tax assets (Note 2.28).

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**

	<b>Closing balance VND</b>	<b>Opening balance VND</b>
Cash on hand	584,603,096	949,548,635
Cash at banks	273,747,429,129	333,924,724,418
Cash equivalents (*)	120,666,000,000	365,200,000,000
	<u>394,998,032,225</u>	<u>700,074,273,053</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**

	<b>Closing balance</b>		<b>Opening balance</b>	
	<b>Cost VND</b>	<b>Book value VND</b>	<b>Cost VND</b>	<b>Book value VND</b>
Term deposits	<u>480,200,000,000</u>	<u>480,200,000,000</u>	<u>360,900,000,000</u>	<u>360,900,000,000</u>

Representing term deposits at banks with maturity from over 6 months to 12 months and earning interest at fixed interest rates in Vietnamese Dong.

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4 INVESTMENTS (continued)

(b) Long-term investments

	Closing balance				Opening balance			
	Investment in Equity method/Cost VND	Fair value VND	Provision VND	Ownership percentage %	Investment in Equity method/Cost VND	Fair value VND	Provision VND	Ownership percentage %
<b>i. Investments in associates</b>								
Phuong Nam Cultural Joint Stock Corporation (i)	146,794,932,433	118,923,513,250	-	49.49	-	-	-	-
Pega Holdings Joint Stock Company	37,200,000,000	(*)	-	40.00	37,200,000,000	(*)	-	40.00
	183,994,932,433		-		37,200,000,000			
<b>ii. Investments in other entities</b>								
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	(*)	-	2.20	1,520,000,000	(*)	(105,792,000)	2.20
Printing No7 Joint Stock Company	600,000,000	(*)	-	2.50	600,000,000	(*)	-	2.50
	30,685,000,000		(3,565,000,000)		30,685,000,000		(3,670,792,000)	

(\*) 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.

As at end of period, the Group determined fair value of investments in associates based on the listed price of these shares at the period end and the quantity of shares held by the Group at this time.



**4 INVESTMENTS (continued)****(b) Long-term investments (continued)**

- (i) Pursuant to Board of Directors Resolution No. 10/2025/NQ-HĐQT dated 19 May 2025, the Board of Directors of the Company approved South Tan Luc Trading and Service Company Limited receives share transfers from the shareholders of Phuong Nam Cultural Joint Stock Company. At the end of the period, Tan Luc South Trading and Service Company Limited owned 5,344,877 shares, equivalent to 49.49% of the charter capital of Phuong Nam Cultural Joint Stock Company.

Movements of investment in associates during the year are as follows:

	Current period VND	Previous period VND
Opening balance	37,200,000,000	36,000,000,000
Increased investment in associate during the period	143,188,925,000	-
The Group's share of profit in the business results of associate	3,606,007,433	-
Closing balance	<u>183,994,932,433</u>	<u>36,000,000,000</u>

**5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE**

	Closing balance VND	Opening balance VND
Third parties		
SQI Group Int'l. Corp.	120,744,630,937	58,822,727,200
Others	738,355,537,932	541,671,904,533
Related parties (Note 38(b))	25,999,995,156	12,326,751,343
	<u>885,100,164,025</u>	<u>612,821,383,076</u>

As at end of period and beginning of period, short-term trade accounts receivable from customers that were past due and were provided amounting to VND73,704,754,598 and VND62,013,389,306, respectively as presented in Note 9.

As at end of period, short-term trade receivables of VND262,500,000,000 and USD8,900,000 (as beginning of period: VND140,000,000,000 and USD8,900,000) 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		
Viet Charming Trading - Service - Travel Corporation	6,030,477,213	-
Catiga Trading Co., Ltd	4,934,337,054	4,932,761,465
Others	17,706,623,576	9,691,410,440
	<u>28,671,437,843</u>	<u>14,624,171,905</u>

**7 SHORT-TERM LENDINGS**

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

Representing a interest-free convertible loan to Pega Holdings Joint Stock Company. According to Appendix 02 of Convertible Loan Contract dated 1 July 2025, the loan has been extended up to 31 December 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	3,665,654,658	-	6,117,583,291	-
Deposits	3,345,952,633	-	844,167,040	-
Advances to employees	2,287,312,934	-	599,514,455	-
Others	764,131,001	-	4,741,856,777	-
	<u>10,063,051,226</u>	<u>-</u>	<u>12,303,121,563</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			Overdue period
	Cost VND	Recoverable amount VND	Provision VND	
Thanh Nghia Printing Co. Ltd.	15,029,127,199	11,063,859,503	(3,965,267,696)	From over 6 months to over 3 years
Ho Chi Minh City Book Distribution Corporation - Fahasa	42,436,702,341	41,213,062,805	(1,223,639,536)	From over 6 months to under 1 year
Others	16,238,925,058	13,042,557,973	(3,196,367,085)	From over 6 months to over 3 years
	<u>73,704,754,598</u>	<u>65,319,480,281</u>	<u>(8,385,274,317)</u>	
	Opening balance			Overdue period
	Cost VND	Recoverable amount VND	Provision VND	
Thanh Nghia Printing Co. Ltd.	15,505,089,245	12,417,762,129	(3,087,327,116)	From over 3 months to over 3 years
Ho Chi Minh City Book Distribution Corporation - Fahasa	36,711,053,312	35,886,995,549	(824,057,763)	From over 3 months to under 1 year
Nhan Van Cultural Joint Stock Company	1,416,249,440	1,274,830,671	(141,418,769)	From over 6 months to under 2 years
Others	8,380,997,309	5,736,048,166	(2,644,949,143)	From over 6 months to over 3 years
	<u>62,013,389,306</u>	<u>55,315,636,515</u>	<u>(6,697,752,791)</u>	



## 10 INVENTORIES

	Closing balance		Opening balance	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	68,165,692,001	-	59,910,100,999	-
Raw materials	334,162,646,207	(18,310,804,989)	288,182,524,191	(15,926,702,544)
Tools and supplies	12,956,300,709	(2,708,787,261)	11,024,656,248	(3,162,576,961)
Work in progress	91,517,551,866	(3,216,123,925)	71,583,668,887	(2,905,386,876)
Finished goods	210,545,613,517	(5,426,495,599)	195,935,287,372	(6,423,240,110)
Merchandise	275,725,535,004	(22,493,128,133)	207,327,497,285	(20,649,346,497)
	<u>993,073,339,304</u>	<u>(52,155,339,907)</u>	<u>833,963,734,982</u>	<u>(49,067,252,988)</u>

At end of year of period, a portion of inventory with minimum value of VND412,500,000,000 and USD5,000,000 (as at beginning of period: VND340,000,000,000 and USD5,000,000) were pledged as collateral 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	(49,067,252,988)	(23,726,257,155)
Addition (Note 30)	(18,631,887,326)	(24,480,125,402)
Reversal (Note 30)	15,543,800,407	8,964,197,296
Closing balance	<u>(52,155,339,907)</u>	<u>(39,242,185,261)</u>

## 11 PREPAID EXPENSES

## (a) Short-term

	Closing balance VND	Opening balance VND
Advertising and marketing expenses	11,019,369,699	14,436,654,405
Office rental fee	3,054,012,806	265,590,380
Health and asset insurance	1,854,617,150	1,278,909,758
SAP system maintenance fee	1,089,186,309	-
Tools and supplies	574,577,393	608,331,554
Others	5,186,768,412	6,546,019,254
	<u>22,778,531,769</u>	<u>23,135,505,351</u>



## 11 PREPAID EXPENSES (continued)

## (b) Long-term

	Closing balance VND	Opening balance VND
Tools and supplies	22,247,160,885	20,985,804,719
Expenses for site clearance restoration and return (*)	12,697,792,786	12,928,661,746
Land rental (**)	9,086,178,391	9,250,882,531
Others	7,504,757,860	5,534,124,785
	<u>51,535,889,922</u>	<u>48,699,473,781</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 short-term and long-term prepaid expenses during the accounting period are as follows:

	Current period VND	Previous period VND
Opening balance	71,834,979,132	65,606,409,621
Increase	48,420,241,312	30,752,578,575
Transferred from construction in progress (Note 13)	604,902,708	286,871,130
Transferred from inventories	711,460,410	509,242,898
Allocation	(47,257,046,341)	(38,360,034,400)
Disposals	(115,530)	(63,232,459)
Closing balance	<u>74,314,421,691</u>	<u>58,731,835,365</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
<b>Historical cost</b>						
Opening balance	331,015,139,314	702,491,549,982	38,338,172,284	35,497,703,276	233,671,691,903	1,341,014,256,759
New purchases	-	9,581,509,041	-	1,604,523,495	2,012,106,009	13,198,138,545
Transfers from construction in progress (Note 13)	-	11,031,476,673	-	-	5,968,708,678	17,000,185,351
Disposals	-	(1,869,648,455)	(2,526,040,655)	(345,926,300)	-	(4,741,615,410)
Closing balance	331,015,139,314	721,234,887,241	35,812,131,629	36,756,300,471	241,652,506,590	1,366,470,965,245
<b>Accumulated depreciation</b>						
Opening balance	127,714,613,138	464,722,513,248	29,422,021,297	27,427,992,366	186,851,001,106	836,138,141,155
Charge for the period	7,110,262,488	26,554,121,562	1,189,326,854	2,027,702,058	9,251,354,857	46,132,767,819
Disposals	-	(1,760,648,183)	(2,526,040,655)	(274,751,918)	-	(4,561,440,756)
Closing balance	134,824,875,626	489,515,986,627	28,085,307,496	29,180,942,506	196,102,355,963	877,709,468,218
<b>Net book value</b>						
Opening balance	203,300,526,176	237,769,036,734	8,916,150,987	8,069,710,910	46,820,690,797	504,876,115,604
Closing balance	196,190,263,688	231,718,900,614	7,726,824,133	7,575,357,965	45,550,150,627	488,761,497,027

As at end of period, the historical cost of tangible assets of the Group which were fully depreciated but still in use was VND398,831,566,320 (as at beginning of period: VND375,165,565.304).

As at end of period, tangible fixed assets of the Group with a carrying value of VND18,310,597,878 (as at beginning of period: VND39,093,043,092) were used as mortgaged assets for borrowings from banks (Note 20).

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

	Land use rights VND	Software VND	Copyright patents VND	Total VND
<b>Historical cost</b>				
Opening balance	16,047,625,000	64,699,717,736	367,000,000	<b>81,114,342,736</b>
New purchases	-	513,345,000	-	<b>513,345,000</b>
Closing balance	<u>16,047,625,000</u>	<u>65,213,062,736</u>	<u>367,000,000</u>	<u><b>81,627,687,736</b></u>
<b>Accumulated amortisation</b>				
Opening balance	1,175,864,496	56,156,266,886	367,000,000	<b>57,699,131,382</b>
Charge for the period	-	1,657,726,767	-	<b>1,657,726,767</b>
Closing balance	<u>1,175,864,496</u>	<u>57,813,993,653</u>	<u>367,000,000</u>	<u><b>59,356,858,149</b></u>
<b>Net book value</b>				
Opening balance	<u>14,871,760,504</u>	<u>8,543,450,850</u>	<u>-</u>	<u><b>23,415,211,354</b></u>
Closing balance	<u>14,871,760,504</u>	<u>7,399,069,083</u>	<u>-</u>	<u><b>22,270,829,587</b></u>

As at end of period, the historical cost of intangible assets of the Group which were fully amortised but still in use was VND49,082,509,411 (as at beginning of period: VND46,506,120,097).

**13 CONSTRUCTION IN PROGRESS**

	Closing balance VND	Opening balance VND
Moulds under installation	11,330,224,356	10,414,186,528
Equipment under installation	10,014,770,943	9,977,355,929
	<u>21,344,995,299</u>	<u>20,391,542,457</u>

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

	Current period VND	Previous period VND
Opening balance	20,391,542,457	7,742,307,132
Increase in the period	18,558,540,901	8,696,256,830
Transfers to fixed assets (Note 12)	(17,000,185,351)	(8,022,918,292)
Transfers to prepaid expenses (Note 11)	(604,902,708)	(286,871,130)
Closing balance	<u>21,344,995,299</u>	<u>8,128,774,540</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	329,366,088,955	329,366,088,955	258,692,310,845	258,692,310,845
Related parties (Note 38(b))	1,693,433,647	1,693,433,647	1,467,087,029	1,467,087,029
	<u>331,059,522,602</u>	<u>331,059,522,602</u>	<u>260,159,397,874</u>	<u>260,159,397,874</u>

At end of period and beginning of period, there were no third-party suppliers who had a balance accounting for 10% or more of the total balance of short-term trade accounts payable.

**15 SHORT-TERM ADVANCES FROM CUSTOMERS**

	Closing balance VND	Opening balance VND
Third parties		
Shenzhen Thousandshores Technology Co., Ltd.	7,740,465,600	871,026,807
Kokukyo Co., Ltd.	3,990,008,164	-
Crayola LLC	2,360,894,970	-
Others	4,489,292,013	7,264,058,801
	<u>18,580,660,747</u>	<u>8,135,085,608</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) VAT to be reclaimed VAT to be reclaimed	143,451,017,773	30,967,569,648	-	-	174,418,587,421
(b) Tax receivables CIT VAT	9,049,196,782 148,907,269	- 120	- -	(8,964,339,453) -	84,857,329 148,907,389
	9,198,104,051	120	-	(8,964,339,453)	233,764,718
(c) Tax payables CIT VAT Personal income tax Import - export duties Other taxes	36,483,174,122 4,983,984,502 6,718,065,172 - 573,919,623	80,586,144,656 96,751,139,843 24,757,229,563 8,553,362,552 1,898,169,527	(37,469,907,065) (79,643,309,445) (28,438,502,775) (8,553,362,552) (1,983,641,212)	(8,964,339,453) - - - -	70,635,072,260 22,091,814,900 3,036,791,960 - 488,447,938
	48,759,143,419	212,546,046,141	(156,088,723,049)	(8,964,339,453)	96,252,127,058

**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
Advertising, marketing and commercial promotion expenses	148,784,713,272	22,947,321,821
13th month salary	17,805,461,230	-
Performance bonus	14,692,415,000	43,515,423,443
Interest expense	898,705,207	1,161,456,955
Others	14,935,381,925	13,539,346,338
	<u>197,116,676,634</u>	<u>81,163,548,557</u>

**19 OTHER SHORT-TERM PAYABLES**

	Closing balance VND	Opening balance VND
Union fees	1,427,747,904	1,518,014,239
Remuneration for the Board of Directors and Board of Supervisors	840,000,000	4,396,500,000
Others	366,714,253	1,707,436,973
	<u>2,634,462,157</u>	<u>7,621,951,212</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
<b>Short-term</b>						
HSBC Bank (Vietnam) Limited (i)	138,846,181,390	138,846,181,390	224,222,001,261	(163,630,458,868)	199,437,723,783	199,437,723,783
The Siam Commercial Bank Public Company Limited - Ho Chi Minh City Branch (ii)	98,416,897,222	98,416,897,222	100,424,459,712	(98,416,897,222)	100,424,459,712	100,424,459,712
Joint Stock Commercial Bank for Investment and Development of Vietnam - Western Saigon Branch (iii)	116,305,593,985	116,305,593,985	100,156,938,385	(116,305,593,985)	100,156,938,385	100,156,938,385
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Bien Hoa Branch (iv)	9,717,980,420	9,717,980,420	70,416,282,137	(30,910,081,860)	49,224,180,697	49,224,180,697
Vietnam Joint Stock Commercial Bank for Industry and Trade - Western Saigon Branch (v)	38,688,475,999	38,688,475,999	126,237,229,567	(118,202,553,617)	46,723,151,949	46,723,151,949
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ho Chi Minh Branch (vi)	28,784,587,764	28,784,587,764	26,592,250,381	(32,803,666,018)	22,573,172,127	22,573,172,127
Citibank, N.A., Ho Chi Minh City Branch (vii)	47,053,973,629	47,053,973,629	-	(47,053,973,629)	-	-
	477,813,690,409	477,813,690,409	648,049,161,443	(607,323,225,199)	518,539,626,653	518,539,626,653
<b>Current portion</b>						
HSBC Bank (Vietnam) Limited (viii) (*)	8,789,463,922	8,789,463,922	-	(8,789,463,922)	-	-
	486,603,154,331	486,603,154,331	648,049,161,443	(616,112,689,121)	518,539,626,653	518,539,626,653

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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
Others (*)	6,195,560,000	6,195,560,000	-	-	6,195,560,000	6,195,560,000

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

	Closing balance VND	Opening balance VND
Original debt balance	6,195,560,000	14,985,023,922
Current portion	-	(8,789,463,922)
	6,195,560,000	6,195,560,000

**20 BORROWINGS (continued)**

- (i) 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 and inventories as collateral assets for these loans (Note 5 and Note 10).
- (ii) 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).
- (iii) 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 receivables, inventories and machinery and equipment as collateral assets for these loans (Note 5, Note 10 and Note 12(a)).
- (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 and inventories as collateral assets for these loans (Note 5 and Note 10).
- (v) 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 receivables and inventories as collateral assets for these loans (Note 5 and Note 10).
- (vi) 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).
- (vii) Representing short-term loans from Citibank, N.A., Ho Chi Minh City Branch for the purpose of supplementing working capital. The loans have terms and interest rates specified in each disbursement. The Group has pledged receivables and inventories as collateral assets for these loans (Note 5 and Note 10). At end of period, the Group fully paid off short-term loans and was carrying out procedures to release these assets.
- (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)). At end of period, the Group fully paid off short-term loans and carried out procedures to release these assets.



**21 PROVISION FOR LONG-TERM LIABILITIES**

	<b>Closing balance VND</b>	<b>Opening balance VND</b>
Provisions for site clearance restoration and return	14,817,228,500	14,817,228,500
Provision for severance allowance	4,949,734,250	5,653,661,500
	<u>19,766,962,750</u>	<u>20,470,890,000</u>

**22 DEFERRED INCOME TAX ASSETS**

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

	<b>Closing balance VND</b>	<b>Opening balance VND</b>
Deferred tax assets to be recovered	<u>13,147,441,737</u>	<u>12,541,350,537</u>

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

	<b>Current period VND</b>	<b>Previous period VND</b>
Opening balance	12,541,350,537	25,006,732,702
Interim consolidated income statement credited/(charged) (Note 35)	606,091,200	(16,839,881,419)
Closing balance	<u>13,147,441,737</u>	<u>8,166,851,283</u>

**22 DEFERRED INCOME TAX ASSETS (continued)****Details of deferred tax assets**

	<b>Closing balance VND</b>	<b>Opening balance VND</b>
Temporary difference of provisions	12,419,187,554	12,247,638,168
Unrealised profit of internal transactions	1,855,621,414	1,531,222,349
Unrealised exchange rate differences of cash and receivables denominated in foreign currency	(1,506,251,597)	(2,035,371,780)
Temporary difference of accrued expenses	378,884,366	797,861,800
	<u>13,147,441,737</u>	<u>12,541,350,537</u>

The Group used a tax rate of 20% in year 2025 and 2024 to determine deferred income tax assets and deferred income tax liabilities.

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

The Group's tax losses can be carried forward to offset against future taxable profit for a maximum period of no more than 5 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:

<b>Year of tax loss</b>	<b>Status of tax authorities' review</b>	<b>Loss incurred VND</b>	<b>Loss utilised VND</b>	<b>Loss carried forward VND</b>
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	22,856,901,660	-	22,856,901,660
2025	Outstanding	16,194,692,191	-	16,194,692,191
		<u>132,254,747,626</u>	<u>(36,088,417,874)</u>	<u>96,166,329,752</u>

The tax losses have not been recognized deferred income tax assets as the possibility that the subsidiaries with these losses have future taxable profit which cannot be presently assessed as probable.

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

	<u>Closing balance</u>		<u>Opening balance</u>	
	Ordinary shares	Preference shares	Ordinary shares	Preference shares
Number of shares registered issued and in circulation	86,453,575	-	86,453,575	-

**(b) Details of owners' shareholding**

	<u>Closing balance</u>		<u>Opening balance</u>	
	Ordinary shares	%	Ordinary shares	%
Thien Long An Thinh Investment Corporation	41,086,047	47.52	41,086,047	47.52
Mr. Co Gia Tho	5,417,065	6.27	5,417,065	6.27
Other shareholders	39,950,463	46.21	39,950,463	46.21
Number of shares	86,453,575	100.00	86,453,575	100.00



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23 OWNERS' CAPITAL (continued)

(c) Movement of share capital

	Number of shares	Ordinary shares VND	Total VND
<b>For the six-month period ended 30 June 2024</b>			
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
<b>For the six-month period ended 30 June 2025</b>			
Opening balance	86,453,575	864,535,750,000	864,535,750,000
Closing balance	86,453,575	864,535,750,000	864,535,750,000

Par value per share: VND10,000.

Pursuant to the Resolution No. 01/2025/NQ-ĐHĐCĐ dated 10 April 2025 of the 2024 Annual General Meeting of Shareholders, and the Resolution No. 13/2025/NQ-HĐQT dated 10 June 2025 of the Board of Directors, the General Meeting of Shareholders and the Board of Directors of the Company approved the plan and the implementation of the plan to issue the shares under the Employee Stock Ownership Program ("ESOP"). The Company plans to issue 1,300,000 shares at par value. As at 30 June 2025, the Company was still in the process of completing the necessary procedures for this issuance.

Pursuant to the Resolution No. 01/2025/NQ-ĐHĐCĐ dated 10 April 2025 of the 2024 Annual General Meeting of Shareholders, the General Meeting of Shareholders of the Company approved the plan to issue the shares for the payment of the 2024 dividends. The Company plans to issue a maximum of 8,775,357 shares. The expected timeline for execution is after the completion of the issuance of shares under the "ESOP".



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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
<b>For the six-month period ended 30 June 2024</b>							
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 (Note 26)	-	-	-	-	(35,894,054,000)	-	(35,894,054,000)
Remuneration of the Board of Directors and Board of Supervisors	-	-	-	-	(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
<b>For the six-month period ended 30 June 2025</b>							
Opening balance	864,535,750,000	361,633,483,771	261,896,462,556	2,019,934,276	857,949,709,802	(807,457,234)	2,347,227,883,171
Net profit for the period	-	-	-	-	301,573,103,142	(1,313,922,035)	300,259,181,107
Arising from change in capital contribution proportion	-	-	-	-	(629,720,736)	629,720,736	-
Foreign exchange difference	-	-	-	913,448,977	-	-	913,448,977
Dividends declared from undistributed profit of 2024 (i) (Note 25)	-	-	-	-	(129,680,362,500)	-	(129,680,362,500)
Appropriation to bonus and welfare fund (ii) (Note 26)	-	-	-	-	(46,166,774,000)	-	(46,166,774,000)
Remuneration of the Board of Directors and Board of Supervisors (iii)	-	-	-	-	(4,729,200,000)	-	(4,729,200,000)
Operating expenses of Board of Directors (iii)	-	-	-	-	(2,045,338,363)	-	(2,045,338,363)
Closing balance	864,535,750,000	361,633,483,771	261,896,462,556	2,933,383,253	976,271,417,345	(1,491,658,533)	2,465,778,838,392

**24 MOVEMENTS IN OWNERS' EQUITY (continued)**

Pursuant to the Resolution No. 01/2025/NQ-ĐHĐCĐ dated 10 April 2025 of the 2024 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 2024 as follows:

- (i) Appropriation to the dividend distribution from the 2024 post-tax profit at the rate of 35% par value, equivalent to VND296,028,391,000, in which, cash dividend at the rate of 25% par value and share dividend at the rate of 10% par value. In 2024, the Company divided VND78,594,453,000, the remainder divided by cash and shares in 2025. As at 30 June 2025, the Company completed the distribution of cash dividend, and share dividend is expected to be issued in 2025;
- (ii) Appropriation to bonus and welfare fund of VND46,166,774,000 (equivalent to 10% of the 2024 post-tax profit); and
- (iii) Remuneration and operating expenses for the Board of Directors and remuneration for Board of Supervisors of VND20,000,000,000 in 2025 (in which remuneration of Board of Supervisors was from 1 January 2025 to 10 April 2025). For the first 6-month period, remuneration was appropriated of VND6,774,538,363.

**25 DIVIDENDS**

Movements of dividend payables during the period are as follows:

	Current period VND	Previous period VND
Opening balance	-	11,165,500
Dividends payable during the period	129,680,362,500	-
Dividends paid in cash	(129,680,362,500)	-
Closing balance	-	11,165,500

**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	49,246,984,827	41,727,126,827
Appropriated (Note 24)	46,166,774,000	35,894,054,000
Utilised	(27,268,248,000)	(21,889,217,000)
Closing balance	68,145,510,827	55,731,963,827



**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)	301,573,103,142	330,650,405,424
Less amount allocated to bonus and welfare funds (VND) (*)	(30,157,310,314)	(33,065,040,542)
	<u>271,415,792,828</u>	<u>297,585,364,882</u>
Weighted average number of ordinary shares in issue (shares)	86,453,575	86,453,575
Basic earnings per share (VND)	<u>3,139</u>	<u>3,442</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.

(\*\*) Basic earnings per share for 2024 have been recalculated to adjust for the issuance dividend shares in 2024 as follows:

	For the six-month period ended 30 June 2024		
	As previously reported	Adjustments	As restated under Circular 200
Net profit attributable to shareholders (VND)	330,650,405,424	-	330,650,405,424
Less amount allocated to bonus and welfare funds (VND)	(33,065,040,542)	-	(33,065,040,542)
	<u>297,585,364,882</u>	<u>-</u>	<u>297,585,364,882</u>
Weighted average number of ordinary shares in issue (shares)	78,594,453	7,859,122	86,453,575
Basic earnings per share (VND)	<u>3,786</u>	<u>(344)</u>	<u>3,442</u>

**27 EARNINGS PER SHARE (continued)****(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 Group did not have any ordinary shares that were potentially significantly dilutive during the year and up to the date of these interim consolidated financial statements. Therefore, the diluted earnings per share are equal to the basic earnings per share.

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

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

	<b>Closing balance</b>	<b>Opening balance</b>
Japanese Yen ("JPY")	4,849,377	11,683,838
United States Dollar ("USD")	4,243,228	5,089,827
Ringgit Malaysia ("MYR")	552,369	326,139
Euro ("EUR")	353,693	255,622
Korean Won ("KRW")	240,000	240,000
Singapore Dollar ("SGD")	64,690	31,871
British Pound ("GBP")	1,556	1,565
Australian Dollar ("AUD")	110	110
Taiwanese Dollar ("TWD")	70	12,570

**28 OFF INTERIM CONSOLIDATED BALANCE SHEET ITEMS (continued)****(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:

	Closing balance VND	Opening balance VND
MM Mega Market (Vietnam) Company Limited	1,753,989,596	1,753,989,596
Branch of APAX English Joint Stock Company	792,325,065	792,325,065
BIBOOK Company Limited	323,468,950	323,468,950
Gia Phuc Vina Trading and Services Company Limited	259,363,400	259,363,400
Thien Loc Trading Company Limited	219,103,729	219,103,729
FDI Korea Vietnam Venture Joint Stock Company	212,811,152	212,811,152
Tan Mai Bookstore	194,567,441	194,567,441
Do Phuong Lam Company Limited	191,029,755	191,029,755
City Center for Disease Control of Hanoi	118,328,760	118,328,760
Bach Ma Service - Trading Joint Stock Company	107,886,623	107,886,623
Educational Equipment 2 Joint Stock Company	80,950,154	80,950,154
National Literature Bookstore Business House	60,759,608	60,759,608
Branch of Thien Hop Cultural Service and Trading Company	54,842,961	54,842,961
Phuc Nhan Bookstore Business Household	52,063,917	52,063,917
Pham Nguyen Co Ltd.	50,462,208	50,462,208
Son Trang Technical and Trading Service Company Limited	40,425,000	40,425,000
Thien An Printing Production Trading Service Company Limited	34,991,387	34,991,387
Quy Hang Bookstore	31,484,618	31,484,618
Mabel Company Limited	31,198,726	31,198,726
Nhan Tri Book Private Enterprise	30,966,727	30,966,727
Vo Thanh Dao Business Household	29,748,099	29,748,099
HNPT Dong Hung Company Limited	27,709,021	27,709,021
Hoang Gia Project Group Joint Stock Company	25,161,101	25,161,101
Go May Bookstore Business Household	24,094,403	24,094,403
Hoa Mai Stationery Trading Company Limited	19,785,744	19,785,744
Vietnam Automobile Technology Joint Stock Company	14,922,450	14,922,450
Thanh Do Investment Development and Construction Joint Stock Company - Boutique Branch	12,091,540	12,091,540
Nhan Van Vinh Truong Joint Stock Company	9,384,969	9,384,969
Bao Nguyen Group Joint Stock Company	8,153,392	8,153,392
Phuong Nam Retail Company Limited	4,725,320	4,725,320
Tran Hieu Nghia One Member Company Limited	3,999,428	3,999,428
Branch of Hoang Gia Project Group Joint Stock Company in Ca Mau	1,889,725	1,889,725
	<u>4,822,684,969</u>	<u>4,822,684,969</u>



**29 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES**

	Current period VND	Previous period VND
<b>Revenue from sales of goods and rendering of services</b>		
Revenue from sales of finished goods	1,618,566,764,475	1,658,103,810,659
Revenue from sales of merchandise	429,612,503,055	362,864,613,177
Revenue from rendering of services	21,681,151	45,034,777
	<u>2,048,200,948,681</u>	<u>2,021,013,458,613</u>
<b>Sales deductions</b>		
Finished good returns	(2,647,700,369)	(830,565,626)
Merchandise returns	(2,698,616,855)	(1,074,021,572)
Trade discounts	(2,448,786,003)	(3,308,531,094)
Sales allowances	(89,836,740)	-
	<u>(7,884,939,967)</u>	<u>(5,213,118,292)</u>
<b>Net revenue from sales of goods and rendering of services</b>		
Net revenue from sales of finished goods	1,613,470,278,103	1,653,964,713,939
Net revenue from sales of merchandise	426,824,049,460	361,790,591,605
Net revenue from rendering of services	21,681,151	45,034,777
	<u>2,040,316,008,714</u>	<u>2,015,800,340,321</u>

**30 COST OF GOODS SOLD AND SERVICES RENDERED**

	Current period VND	Previous period VND
Cost of finished goods and merchandise sold	1,026,713,793,460	1,070,934,052,329
Provision for decline in value of inventories (Note 10)	3,088,086,919	15,515,928,106
	<u>1,029,801,880,379</u>	<u>1,086,449,980,435</u>

**31 FINANCIAL INCOME**

	Current period VND	Previous period VND
Interest income from deposits	13,205,379,773	10,893,194,867
Net gain from foreign currency translation at period-end	7,769,654,736	7,570,185,505
Realised foreign exchange gains	6,203,468,366	10,852,106,570
Dividend income	195,000,000	180,000,000
	<u>27,373,502,875</u>	<u>29,495,486,942</u>

**32 FINANCIAL EXPENSES**

	Current period VND	Previous period VND
Interest expense	9,724,794,542	6,245,797,625
Realised foreign exchange losses	5,258,630,494	4,040,762,251
Reversal of provision for diminution in value of investments	(105,792,000)	(181,184,000)
Others	2,528,884,760	376,979,925
	<u>17,406,517,796</u>	<u>10,482,355,801</u>

**33 SELLING EXPENSES**

	Current period VND	Previous period VND
Marketing, trade fair and commercial promotion expenses	259,130,970,364	109,309,612,053
Staff costs	160,017,560,169	173,667,343,308
Depreciation	5,724,678,904	5,144,132,154
Others	64,712,380,400	74,477,517,314
	<u>489,585,589,837</u>	<u>362,598,604,829</u>

**34 GENERAL AND ADMINISTRATION EXPENSES**

	Current period VND	Previous period VND
Staff costs	94,958,401,499	110,679,644,534
Outside services expenses	50,929,220,460	49,909,783,502
Depreciation and amortisation	9,170,820,289	9,032,434,906
Others	6,261,018,271	3,579,142,060
	<u>161,319,460,519</u>	<u>173,201,005,002</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	380,239,234,563	416,784,561,503
Adjustment:		
Income not subject to tax	(3,801,007,433)	(180,000,000)
Expenses not deductible for tax purposes	7,586,192,370	4,801,631,875
Temporary differences for which no deferred income tax asset has been recognised	(1,720,955,973)	831,861,861
Tax losses for which no deferred income tax asset was recognised	16,194,692,191	10,930,995,283
	398,498,155,718	433,169,050,522
Tax calculated at a rate of 20%	79,699,631,144	86,633,810,104
Adjustment for under accrued CIT in previous periods	280,422,312	347,604,758
CIT charge (*)	79,980,053,456	86,981,414,862
Charged to the interim consolidated income statement:		
CIT - current	80,586,144,656	70,141,533,443
CIT - deferred (Note 22)	(606,091,200)	16,839,881,419
	79,980,053,456	86,981,414,862

(\*) 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	567,319,699,861	519,585,913,443
Staff costs	388,516,745,525	408,038,610,146
Outside service expenses	214,690,039,291	185,479,418,978
Depreciation and amortisation	46,823,325,309	48,296,784,603
Others	219,460,682,622	94,752,356,713
	<u>1,436,810,492,608</u>	<u>1,256,153,083,883</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.

For the segment reporting by geographical area, revenue by segment is presented based on the geographical locations of the customers which are in Vietnam ("domestic") or in countries other than Vietnam ("export"). Segment assets and cost incurred to acquired segment assets are not presented as the assets and the production facility are primarily based in Vietnam. Segment assets and cost incurred to acquired segment assets by geographical locations of the customer are not maintained by the Group.

	Current period VND	Previous period VND
<b>Net revenue from sales of goods</b>		
Net revenue from domestic sales	1,442,884,108,618	1,441,672,006,976
Net revenue from export sales	597,431,900,096	574,128,333,345
	<u>2,040,316,008,714</u>	<u>2,015,800,340,321</u>
<b>Cost of goods sold</b>		
Cost of goods sold - domestic	649,907,827,351	699,992,418,295
Cost of goods sold - export	379,894,053,028	386,457,562,140
	<u>1,029,801,880,379</u>	<u>1,086,449,980,435</u>
<b>Gross profit from sales of goods</b>		
Gross profit from sales of goods - domestic	792,976,281,267	741,679,588,681
Gross profit from sales of goods - export	217,537,847,068	187,670,771,205
	<u>1,010,514,128,335</u>	<u>929,350,359,886</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:

<b>Related party</b>	<b>Relationship</b>
Thien Long An Thinh Investment Corporation	Major shareholder
Pega Holdings Joint Stock Company	Associate
Phuong Nam Cultural Joint Stock Company ("PNC")	Indirect associate (from 3 June 2025)
Phuong Nam Retail Company Limited	Subsidiary of PNC

**(a) Related party transactions**

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

	<b>Current period VND</b>	<b>Previous period VND</b>
<b>(i) Net revenue from sales of goods and rendering of services</b>		
Pega Holdings Joint Stock Company	17,189,150,976	16,122,432,044
Phuong Nam Retail Company Limited	1,517,427,607	-
	<u>18,706,578,583</u>	<u>16,122,432,044</u>
<b>(ii) Purchases of goods and services</b>		
Pega Holdings Joint Stock Company	4,025,453,633	4,565,370,050
Phuong Nam Retail Company Limited	300,075,925	-
	<u>4,325,529,558</u>	<u>4,565,370,050</u>
<b>(iii) Rental income</b>		
Pega Holdings Joint Stock Company	<u>180,000,000</u>	<u>192,000,000</u>
<b>(iv) Sales of fixed assets</b>		
Pega Holdings Joint Stock Company	<u>-</u>	<u>1,942,533,329</u>
<b>(v) Investments</b>		
Phuong Nam Cultural Joint Stock Corporation	<u>143,188,925,000</u>	<u>-</u>

**38 RELATED PARTY DISCLOSURES (continued)****(a) Related party transactions (continued)**

	Current period VND	Previous period VND
<b>(vi) Dividends declared</b>		
Thien Long An Thinh Investment Corporation	<u>61,629,070,500</u>	<u>-</u>
<b>(vii) Compensation of key management</b>		
Gross salaries and other benefits	<u>7,789,775,000</u>	<u>7,079,125,000</u>

**(b) Period/year-end balances with related parties**

	Closing balance VND	Opening balance VND
<b>(i) Short-term trade accounts receivable (Note 5)</b>		
Pega Holdings Joint Stock Company	15,758,557,263	12,326,751,343
Phuong Nam Retail Company Limited (*)	<u>10,241,437,893</u>	<u>-</u>
	<u>25,999,995,156</u>	<u>12,326,751,343</u>

(\*) As at beginning of period, the accounts receivable between the Group and Phuong Nam Retail Company Limited amounted to VND7,840,381,839 which was presented as accounts receivable from third parties (Note 5).

**(ii) Short-term lendings (Note 7)**

Pega Holdings Joint Stock Company	<u>16,000,000,000</u>	<u>16,000,000,000</u>
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**(iii) Short-term trade accounts payable (Note 14)**

Pega Holdings Joint Stock Company	<u>1,693,433,647</u>	<u>1,467,087,029</u>
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**THIEN LONG GROUP CORPORATION**

Form B 09a – DN/HN

**39 COMMITMENTS**

**(a) 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	15,286,343,023	17,923,681,994	33,802,255,989	23,681,510,705	49,088,599,012	41,605,192,699
Between one and five years	2,050,646,667	8,866,080,093	29,655,043,263	47,464,318,425	31,705,689,930	56,330,398,518
	<u>17,336,989,690</u>	<u>26,789,762,087</u>	<u>63,457,299,252</u>	<u>71,145,829,130</u>	<u>80,794,288,942</u>	<u>97,935,591,217</u>

**(b) Capital commitments**

Capital expenditure contracted for at the interim consolidated balance sheet date but not recognised in the interim consolidated financial statements was as follows:

	Closing balance VND	Opening balance VND
Machinery and equipment	<u>29,781,400,192</u>	<u>-</u>

**40 SUBSEQUENT EVENTS**

According to the confirmation letter from Citibank, N.A., Ho Chi Minh City Branch dated 1 August 2025, the account receivables amount of USD5,000,000 and the inventory amount of USD5,000,000, which the Group used as collateral assets for short-term borrowings granted to the Group, was completed the procedure for deregistering the secured transaction on 28 July 2025.

The interim consolidated financial statements were approved by the Chief Executive Officer on 26 August 2025.



Dao Xuan Nam  
Preparer



Nguyen Ngoc Nhon  
Chief Accountant



Trần Phương Nga  
Chief Executive Officer