

**SAIGON GROUND SERVICES JOINT STOCK  
COMPANY**

*(Incorporated in the Socialist Republic of Vietnam)*

**AUDITED SEPARATE FINANCIAL STATEMENTS**

**For the year ended 31 December 2024**



**SAIGON GROUND SERVICES JOINT STOCK COMPANY**

No. 58 Truong Son, Ward 2, Tan Binh District

Ho Chi Minh City, S.R. Vietnam

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**SAIGON GROUND SERVICES JOINT STOCK COMPANY**

No. 58 Truong Son, Ward 2, Tan Binh District

Ho Chi Minh City, S.R. Vietnam

**STATEMENT OF THE BOARD OF EXECUTIVE OFFICERS**

The Board of Executive Officers of Saigon Ground Services Joint Stock Company (the "Company") presents this report together with the Company's separate financial statements for the year ended 31 December 2024.

**THE BOARDS OF DIRECTORS, SUPERVISORS AND EXECUTIVE OFFICERS**

The members of the Boards of Directors, Supervisors and Executive Officers of the Company during the year and to the date of this report are as follows

**Board of Directors**

Mr. Nguyen Cao Cuong	Chairman (appointed on 25 July 2024)
Mr. Dang Tuan Tu	Chairman (resigned on 25 July 2024)
Mr. Nguyen Cong Hoan	Member (appointed on 25 July 2024)
Mr. Nguyen Nam Tien	Member (resigned on 25 July 2024)
Mr. Luu Viet Hung	Member
Mr. Luu Duc Khanh	Member
Ms. Nguyen Ngoc Anh	Independent Member

**Board of Executive Officers**

Mr. Nguyen Van My	Deputy Chief Executive Officer in charge of the Executive Board
Mr. Luu Viet Hung	Deputy Chief Executive Officer
Mr. Hua Kien Trung	Deputy Chief Executive Officer
Ms. Le Thi Hoang Oanh	Deputy Chief Executive Officer
Mr. Phung Danh Nguyen	Chief Accountant

**Board of Supervisors**

Ms. Tran Quang Tam Thao	Head
Mr. Hoang Manh Ha	Member
Ms. Nguyen Thi Thanh Thuy	Member

**Legal Representative**

The Company's Legal Representative during the year and up to 31 July 2024 is Mr. Dang Tuan Tu.

The Company's Legal Representative from 1 August 2024 and at the date of this separate financial statements is Mr. Nguyen Cao Cuong.

**THE BOARD OF EXECUTIVE OFFICERS' STATEMENT OF RESPONSIBILITY**

The Board of Executive Officers of the Company is responsible for preparing the separate financial statements, which give a true and fair view of the separate financial position of the Company as at 31 December 2024 and of its separate financial performance and separate cash flows for the year then ended in accordance with Vietnamese accounting standards, accounting regime for enterprises and legal regulations relating to financial reporting. In preparing these separate financial statements, the Board of Executive Officers is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the separate financial statements;
- Prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the separate financial statements so as to minimise errors and frauds.

**SAIGON GROUND SERVICES JOINT STOCK COMPANY**

No. 58 Truong Son, Ward 2, Tan Binh District

Ho Chi Minh City, S.R. Vietnam

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**STATEMENT OF THE BOARD OF EXECUTIVE OFFICERS (Continued)**

The Board of Executive Officers is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and that the separate financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. The Board of Executive Officers is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of Executive Officers confirms that the Company has complied with the above requirements in preparing these separate financial statements.

For and on behalf of the Board of Executive Officers, 



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**Nguyen Van My**

**Deputy Chief Executive Officer**

Authorization letter No. 02/UQ-SAGS dated 26 March 2025

26 March 2025

No.: 0399 /VN1A-HC-BC

## INDEPENDENT AUDITORS' REPORT

**To: The Shareholders, the Boards of Directors, Supervisors and Executive Officers of Saigon Ground Services Joint Stock Company**

We have audited the accompanying separate financial statements of Saigon Ground Services Joint Stock Company (the "Company"), prepared on 26 March 2025 as set out from page 4 to page 27, which comprise the separate balance sheet as at 31 December 2024, the separate income statement and the separate cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### ***The Board of Executive Officers' Responsibility for the Separate Financial Statements***

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

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these separate financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Executive Officers, as well as evaluating the overall presentation of the separate financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Auditors' Opinion***

In our opinion, the separate financial statements present fairly, in all material respects, the separate financial position of the Company as at 31 December 2024, and its separate financial performance and its separate cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.



**Nguyen Quang Trung**

**Audit Partner**

Audit Practising Registration Certificate

No. 0733-2023-001-1

**BRANCH OF DELOITTE VIETNAM AUDIT  
COMPANY LIMITED**

26 March 2025

Ho Chi Minh City, S.R. Vietnam

**Nguyen Thanh Toan**

**Auditor**

Audit Practising Registration Certificate

No. 4572-2023-001-1

## SEPARATE BALANCE SHEET

As at 31 December 2024

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
<b>A. CURRENT ASSETS</b>	<b>100</b>		<b>1,026,999,453,623</b>	<b>918,067,296,636</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>4</b>	<b>304,282,243,596</b>	<b>260,727,549,056</b>
1. Cash	111		304,282,243,596	260,727,549,056
<b>II. Short-term financial investments</b>	<b>120</b>		<b>540,000,000,000</b>	<b>380,000,000,000</b>
1. Held-to-maturity investments	123	5	540,000,000,000	380,000,000,000
<b>III. Short-term receivables</b>	<b>130</b>		<b>166,319,612,797</b>	<b>260,878,143,855</b>
1. Short-term trade receivables	131	6	223,164,028,981	301,133,828,615
2. Short-term advances to suppliers	132	8	6,740,101,716	11,022,409,300
3. Other short-term receivables	136	9	9,519,803,713	6,260,774,371
4. Provision for short-term doubtful debts	137	7	(73,104,321,613)	(57,538,868,431)
<b>IV. Inventories</b>	<b>140</b>	<b>10</b>	<b>10,292,773,998</b>	<b>9,930,040,913</b>
1. Inventories	141		10,292,773,998	9,930,040,913
<b>V. Other short-term assets</b>	<b>150</b>		<b>6,104,823,232</b>	<b>6,531,562,812</b>
1. Short-term prepayments	151	11	5,565,748,351	6,389,443,199
2. Value added tax deductibles	152		539,074,881	142,119,613
<b>B. NON-CURRENT ASSETS</b>	<b>200</b>		<b>244,101,073,014</b>	<b>215,327,084,086</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>30,339,295,300</b>	<b>339,295,300</b>
1. Long-term trade receivables	211	6	7,268,604,900	7,268,604,900
2. Other long-term receivables	216	9	50,939,295,300	20,939,295,300
3. Provision for long-term doubtful debts	219	7	(27,868,604,900)	(27,868,604,900)
<b>II. Fixed assets</b>	<b>220</b>		<b>171,736,426,432</b>	<b>170,107,061,265</b>
1. Tangible fixed assets	221	12	171,736,426,432	170,107,061,265
- Cost	222		932,997,444,192	867,324,053,289
- Accumulated depreciation	223		(761,261,017,760)	(697,216,992,024)
2. Intangible assets	227		-	-
- Cost	228		774,068,000	774,068,000
- Accumulated amortisation	229		(774,068,000)	(774,068,000)
<b>III. Long-term assets in progress</b>	<b>240</b>		<b>795,454,545</b>	<b>5,814,600,000</b>
1. Long-term construction in progress	242		795,454,545	5,814,600,000
<b>IV. Long-term financial investments</b>	<b>250</b>		<b>25,928,400,000</b>	<b>25,928,400,000</b>
1. Investments in subsidiaries	251	13	25,928,400,000	25,928,400,000
<b>V. Other long-term assets</b>	<b>260</b>		<b>15,301,496,737</b>	<b>13,137,727,521</b>
1. Long-term prepayments	261	11	82,013,181	179,953,665
2. Deferred tax assets	262	14	15,219,483,556	12,957,773,856
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>		<b>1,271,100,526,637</b>	<b>1,133,394,380,722</b>

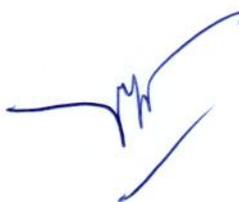
The accompanying notes are an integral part of these separate financial statements

## SEPARATE BALANCE SHEET (Continued)

As at 31 December 2024

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
<b>C. LIABILITIES</b>	<b>300</b>		<b>249,268,454,665</b>	<b>245,896,826,612</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>228,418,827,615</b>	<b>229,053,644,062</b>
1. Short-term trade payables	311	15	38,968,532,813	46,775,472,657
2. Short-term advances from customers	312		2,504,632,644	1,848,854,875
3. Taxes and amounts payable to the State budget	313	16	18,327,573,899	17,887,477,637
4. Payables to employees	314		78,375,182,588	88,841,536,552
5. Short-term accrued expenses	315	17	66,632,590,467	65,516,059,289
6. Other current payables	319	18	9,999,167,329	7,906,843,565
7. Bonus and welfare funds	322		13,611,147,875	277,399,487
<b>II. Long-term liabilities</b>	<b>330</b>		<b>20,849,627,050</b>	<b>16,843,182,550</b>
1. Other long-term payables	337	18	20,849,627,050	16,843,182,550
<b>D. EQUITY</b>	<b>400</b>		<b>1,021,832,071,972</b>	<b>887,497,554,110</b>
<b>I. Owner's equity</b>	<b>410</b>	<b>19</b>	<b>1,021,832,071,972</b>	<b>887,497,554,110</b>
1. Owner's contributed capital	411		335,816,910,000	335,816,910,000
- Ordinary shares carrying voting rights	411a		335,816,910,000	335,816,910,000
2. Share premium	412		6,603,680,000	6,603,680,000
3. Treasury shares	415		(753,400,000)	(753,400,000)
4. Investment and development fund	418		371,296,577,691	307,309,977,722
5. Retained earnings	421		308,868,304,281	238,520,386,388
- Retained earnings accumulated to the prior year end	421a		64,038,725,599	25,231,719,825
- Retained earnings of the current year	421b		244,829,578,682	213,288,666,563
<b>TOTAL RESOURCES (440=300+400)</b>	<b>440</b>		<b>1,271,100,526,637</b>	<b>1,133,394,380,722</b>


Dang Thi Minh Nguyet  
Preparer

Phung Danh Nguyen  
Chief AccountantNguyen Van My  
Deputy Chief Executive Officer  
26 March 2025

**SEPARATE INCOME STATEMENT**  
For the year ended 31 December 2024

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from services rendered	01		1,281,045,270,372	1,290,115,824,795
2. Net revenue from services rendered (10=01)	10	21	1,281,045,270,372	1,290,115,824,795
3. Cost of services rendered	11	22	860,878,289,430	877,288,829,086
4. Gross profit from services rendered (20=10-11)	20		420,166,980,942	412,826,995,709
5. Financial income	21	23	38,835,828,943	37,492,079,983
6. Financial expenses	22		3,064,892,829	820,257,810
7. General and administration expenses	26	25	151,288,960,456	182,502,954,356
8. Operating profit (30=20+(21-22)-26)	30		304,648,956,600	266,995,863,526
9. Other income	31		1,634,550,330	808,698,989
10. Other expenses	32		6,557,890	83,955,940
11. Profit from other activities (40=31-32)	40		1,627,992,440	724,743,049
12. Accounting profit before tax (50=30+40)	50		306,276,949,040	267,720,606,575
13. Current corporate income tax expense	51	26	63,709,080,058	65,631,027,379
14. Deferred corporate tax income	52	14	(2,261,709,700)	(11,199,087,367)
15. Net profit after corporate income tax (60=50-51-52)	60		244,829,578,682	213,288,666,563


Dang Thi Minh Nguyet  
Preparer

Phung Danh Nguyen  
Chief AccountantNguyen Van My  
Deputy Chief Executive Officer  
26 March 2025

SEPARATE CASH FLOW STATEMENT  
For the year ended 31 December 2024

Unit : VND

ITEMS	Codes	Current year	Prior year
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	01	306,276,949,040	267,720,606,575
2. Adjustments for:			
Depreciation and amortisation of fixed assets	02	68,348,828,167	66,926,025,227
Provisions	03	15,565,453,182	57,377,977,325
Foreign exchange (gain)/loss arising from translating foreign currency items	04	(2,667,812,694)	128,491,222
Gain from investing activities	05	(18,119,456,729)	(28,815,690,914)
3. Operating profit before movements in working capital	08	369,403,960,966	363,337,409,435
Changes in receivables	09	76,269,739,196	(19,040,105,150)
Changes in inventories	10	(362,733,085)	(2,167,457,728)
Changes in payables	11	(8,157,986,269)	45,692,629,569
Changes in prepaid expenses	12	921,635,332	(4,485,871,658)
Corporate income tax paid	15	(67,128,983,830)	(60,989,128,670)
Other cash outflows	17	(13,327,334,932)	(11,940,360,465)
Net cash generated by operating activities	20	357,618,297,378	310,407,115,333
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
1. Acquisition and construction of fixed assets	21	(58,834,854,034)	(73,805,106,879)
2. Proceeds from sale, disposal of fixed assets	22	268,000,000	-
3. Cash outflow for term deposit	23	(230,000,000,000)	(150,000,000,000)
4. Cash recovered from term deposit	24	40,000,000,000	130,000,000,000
5. Interest earned	27	15,103,758,098	29,463,088,175
Net cash used in investing activities	30	(233,463,095,936)	(64,342,018,704)
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
1. Dividends and profits paid	36	(83,833,977,500)	(83,833,977,500)
Net cash used in financing activities	40	(83,833,977,500)	(83,833,977,500)
Net increase in cash (50=20+30+40)	50	40,321,223,942	162,231,119,129
Cash and cash equivalents at the beginning of the year	60	260,727,549,056	98,196,958,549
Effects of changes in foreign exchange rates	61	3,233,470,598	299,471,378
Cash and cash equivalents at the end of the year (70=50+60+61)	70	304,282,243,596	260,727,549,056

  
Dang Thi Minh Nguyet  
Preparer

  
Phung Danh Nguyen  
Chief Accountant

  
Nguyen Van My  
Deputy Chief Executive Officer  
26 March 2025



**NOTES TO THE SEPARATE FINANCIAL STATEMENTS**

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

**1. GENERAL INFORMATION****Structure of ownership**

Saigon Ground Services Joint Stock Company ("the Company") was equitized as a joint stock company in accordance with the Decision No. 4127/QĐ-BGTVT issued by the Ministry of Transport on 30 October 2014 approving the plan and transfer Saigon Ground Services One Member Limited Liability Company of Airports Corporation of Vietnam into a joint stock company. On 31 December 2014, the Company was completed the said equitization and officially operated as a joint stock company named Saigon Ground Services Joint Stock Company in accordance with the Business Registration Certificate ("BRC") No. 0312610240 – 2nd amendment issued by the Department of Planning and Investment ("DPI") of Ho Chi Minh City on 31 December 2014 and the subsequent amended BRCs (latest 11th amendment on 1 August 2024).

The Company's shares are listed on the Ho Chi Minh City Stock Exchange according to Decision No. 242/QĐ-SGDHCM dated 4 July 2018 of the State Securities Commission with the stock code SGN.

**Principal activities**

The principal activities according to BRC of the Company are to direct manufacturing at airports, and aerodromes; operation of infrastructures, facilities, equipment of airports and aerodromes; supply of maintenance services for aircrafts, aeronautical equipment and devices, and other technical facilities; supply of technical services, science and technology services both domestic and offshore areas; supply of services for ground handling services; services at passenger terminals, cargo terminals; purchase and sale of aeronautical materials, equipment, devices; agent services for carriers, tourism and transport companies, manufacturers and suppliers of aircraft materials, equipment, and aeronautical facilities; aeronautical services at airports, aerodromes; supply of aeronautical gasoline, lubricant (including fuel, lubricant, specialized liquid) and other types of gasoline at airports, aerodromes; services of warehouse, goods forwarding, repairing and installing electronic equipment, specialized mechanical, civil engineering (except: machining, waste recycling, electroplating at office); and training.

The Company's head office is located at No. 58 Truong Son Street, Ward 2, Tan Binh District, Ho Chi Minh City, Vietnam.

The number of Company's employees as at 31 December 2024 was 1,691 (as at 31 December 2023: 1,746).

**The Company's structure**

The Company's corporate structure includes a branch and a subsidiary, as follows:

**Branch**

Da Nang Branch is dependent-accounting branch, pursuant to the Business Registration Certificate No. 0312610240-001 on 27 April 2015. It is located at Da Nang International Airport, Hoa Thuan Tay Ward, Hai Chau District, Da Nang City, Vietnam.

**Subsidiary**

Sai Gon – Cam Ranh Ground Services Joint Stock Company ("SAGS-CXR") is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the BRC 4201721827 issued by the Department of Planning and Investment of Khanh Hoa Province on 30 December 2016 and the subsequent amended BRCs. As at 31 December 2024, the Company held a 51% equity interests and voting rights in SAGS-CXR (as at 31 December 2023: 51% equity interests and voting rights).



Its principal activities are to provide ground services at airports. The registered head office of SAGS-CXR is located at Cam Ranh International Airport, Cam Nghia Ward, Cam Ranh City, Khanh Hoa Province, Vietnam.

#### **Normal production and business cycle**

The Company's normal business cycle is carried out for a time period of 12 months or less.

#### **Disclosure of information comparability in the separate financial statements**

The comparative figures of the separate financial statements for the year ended 31 December 2024 are the figures of the Company's audited separate financial statements for the year ended 31 December 2023.

## **2. ACCOUNTING CONVENTION AND FINANCIAL YEAR**

#### **Accounting convention**

The accompanying separate financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

Separate financial statements are prepared based on the consolidation of the financial statements of the Company and Saigon Ground Services Joint Stock Company – Danang Branch.

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

#### **Financial year**

The Company's financial year begins on 1 January and ends on 31 December.

## **3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies, which have been adopted by the Company in the preparation of these separate financial statements, are as follows:

#### **Accounting estimates**

The preparation of separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires the Board of Executive Officers 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 separate financial statements and the reported amounts of revenues and expenses during the year. Although these accounting estimates are based on the Board of Executive Officers' best knowledge, actual results may differ from those estimates.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits, cash in transit and short-term, highly liquid investments (not exceeding 3 months) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### **Held-to-maturity investments**

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity, including term deposits to earn periodic interest.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the income statement on an accrual basis.

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

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

#### **Investment in subsidiaries**

A subsidiary is an entity over which the Company has control. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

Interests in subsidiaries are initially recognised at cost. The Company's share of the net profit of the investee after acquisition is recognised in the income statement. Other distributions received other than such profit share are deducted from the cost of the investments as recoverable amounts.

Investments in subsidiaries are carried in the balance sheet at cost less provision for impairment of such investments (if any). Provisions for impairment of these investments are made when there is reliable evidence for declining in value of these investments at the balance sheet date.

#### **Receivables**

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue for six months or more or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

#### **Inventories**

Inventories are stated at the lower of cost and net realisable value. Costs comprise purchase price of inventory and where applicable, purchasing costs that have been incurred in bringing the inventories to their present location and condition. The Company applies periodic method to account for inventories. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less costs to be incurred in marketing, selling and distribution.

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

#### **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use. The costs of self-constructed or manufactured assets are the actual construction or manufacturing cost plus installation and trial run costs.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

	<u>Years</u>
Buildings and structures	25
Machinery and equipment	5
Office equipment	5
Motor vehicles	6 – 7

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between the net proceeds from sales or disposals of assets and their carrying amount and is recognised in the income statement.

#### **Leasing**

Leases where substantially all the rewards and risks of ownership of assets remain with the leasing company are accounted for as operating leases.

Rentals payable under operating leases are charged to the separate income statement on a straight-line basis over the term of the relevant lease. Benefits received and receivable as an incentive to enter into an operating lease are also spread on a straight-line basis over the lease term.

#### **Intangible assets and amortisation**

Intangible assets computer software that are stated at cost less accumulated amortization. Computer software is amortised using the straight-line method over their estimated useful lives as two to five years.

#### **Construction in progress**

Properties in the course of purchasing for production, rental, administrative purposes, or for the purposes not yet determined, are carried at cost. Cost includes costs that are necessary to form the assets in accordance with the Company's accounting policy. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

#### **Prepayments**

Prepayments comprise tools, spare parts incurred, insurance incurred during the year which is expected to provide future economic benefits to the Company.

These expenditures have been capitalised as prepayments and allocated to the separate income statement using the straight-line method from one to three years.

#### **Revenue recognition**

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several years, revenue is recognised in each year by reference to the percentage of completion of the transaction at the balance sheet date of that year. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

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

Interest income is recorded on an accrual basis, by reference to the principal outstanding and at the applicable interest rate.

#### Foreign currencies

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

#### Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable income for the year. Taxable income differs from profit before tax as reported in the separate income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the separate financial statements. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable income will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss in the separate income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Company intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable and deferred tax is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

#### Treasury shares

Own equity instruments which are reacquired (known as treasury shares) are recognized at cost and deducted from equity. No gain or loss is recognized in profit or loss upon purchase, sale, issue or cancellation of the Company's own equity instruments.

#### Appropriation of net profits

Net profit after tax is available for appropriation to shareholders after approval in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

The Company maintains the following reserve funds which are appropriated from the Company's net profit as proposed by the Board of Directors and subject to approval by shareholders at the Annual General Meeting.

#### Investment and development fund

This fund is set aside for use in the Group's expansion of its operation, improve the technology, equipment, training employee or investment in associates, joint venture, held for trading securities and investment in other entities.

**Bonus and welfare fund**

This fund is set aside for the purpose of pecuniary rewarding, encouraging individuals and team with higher labor productivity and special achievement contribution to innovate, improve technology, and presented as a liability on the separate balance sheet.

**4. CASH AND CASH EQUIVALENTS**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Cash in bank	304,282,243,596	260,727,549,056
	<u><b>304,282,243,596</b></u>	<u><b>260,727,549,056</b></u>

**5. HELD-TO MATURITY INVESTMENTS**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Term deposit at banks (i)	540,000,000,000	380,000,000,000

- (i) Presenting time deposits in Vietnamese Dong with an original term of 6 months at commercial banks and earning interest rates from 3.2% to 4.7% per annum (as of 31 December 2023: from 3.5% to 8.5% per annum).

*In which:*

The deposit contract No. 900/2023/21707, dated 20 June 2023, with an amount of VND 10,000,000,000 and a six-month term at Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch, has been used by the Company as collateral under Guarantee Contract No. 24.867058/2024-HĐCBLTL/NHCT900-SAGS with the aforementioned bank. This contract is effective from 25 November 2024 to 29 May 2025, with a guaranteed amount of VND 7,810,000,000.

**6. TRADE RECEIVABLES**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>Short - term Receivables from related parties (Details stated in Note 29)</b>	<b>50,373,142,830</b>	<b>141,186,339,174</b>
<b>Short- term Receivables from third parties</b>	<b>172,790,886,151</b>	<b>159,947,489,441</b>
Bamboo Airways Joint Stock Company	67,518,959,871	72,327,045,792
Qatar Airways	22,361,151,489	8,255,623,355
Vietravel Airlines Co.,Ltd.	8,819,704,608	17,854,545,086
AirAsia Berhad	7,816,763,195	7,696,614,888
Emirates Airline	6,474,579,750	5,652,433,345
Scoot Pte., Ltd.	5,453,781,841	5,476,294,978
Turkish Airlines	5,229,780,000	4,244,775,344
Asiana Airlines Inc	5,011,933,100	4,319,670,944
Thai Airasia Co., Ltd.	4,591,713,510	6,225,238,016
Other	39,512,518,787	27,895,247,693
	<u><b>223,164,028,981</b></u>	<u><b>301,133,828,615</b></u>
<b>Long - term Receivable from third parties</b>		
Air Mekong Joint Stock Company	5,508,337,650	5,508,337,650
Cardig Air - CGO	1,760,267,250	1,760,267,250
	<u><b>7,268,604,900</b></u>	<u><b>7,268,604,900</b></u>

7. PROVISION FOR DOUBTFUL DEBTS

	Closing balance		Opening balance	
	Cost	VND Provision	Cost	VND Provision
<b>Provision for short-term doubtful debts</b>				
Bamboo Airways Joint Stock Company	67,518,959,871	(67,518,959,871)	72,327,045,792	(50,628,932,054)
Vietravel Airlines Joint Stock Company	8,819,704,608	(4,543,095,020)	17,854,545,086	(6,683,413,052)
Nordwind Airlines, LLC	351,290,624	(351,290,624)	324,996,000	(226,523,325)
Fly Gangwon	690,976,098	(690,976,098)	-	-
	<b>77,380,931,201</b>	<b>(73,104,321,613)</b>	<b>90,506,586,878</b>	<b>(57,538,868,431)</b>
<b>Provision for long-term doubtful debts</b>				
Air Mekong Joint Stock Company	5,508,337,650	(5,508,337,650)	5,508,337,650	(5,508,337,650)
Cardig Air - CGO	1,760,267,250	(1,760,267,250)	1,760,267,250	(1,760,267,250)
Agribank Leasing Company II – Vietnam Bank for Agriculture and Rural Development	20,600,000,000	(20,600,000,000)	20,600,000,000	(20,600,000,000)
	<b>27,868,604,900</b>	<b>(27,868,604,900)</b>	<b>27,868,604,900</b>	<b>(27,868,604,900)</b>

8. SHORT-TERM ADVANCE TO SUPPLIERS

	Closing balance VND	Opening balance VND
Viet Nam Aviation Consulting Engineering Company Limited	3,744,525,117	9,219,600,000
Avintech Joint Stock Company	1,419,616,000	1,313,452,800
Vietnam Dairy Products Joint Stock Company	753,168,000	-
Other	822,792,599	489,356,500
	<b>6,740,101,716</b>	<b>11,022,409,300</b>

9. OTHER RECEIVABLES

	Closing balance VND	Opening balance VND
<b>Short-term other receivable</b>		
Advances	71,846,200	25,078,411
Payment on behalf of Airlines	628,451,447	451,845,113
VAT Receivable	1,446,983,572	1,458,098,507
Insurance overpaid	255,205,098	75,548,263
Accrued term deposit interest	6,778,191,781	4,030,493,150
Receivables from employees	185,442,815	184,260,927
Others	153,682,800	35,450,000
	<b>9,519,803,713</b>	<b>6,260,774,371</b>
<b>Long-term other receivable</b>		
Vietnam Joint Stock Commercial Bank for Industry and Trade - Ho Chi Minh Branch (i)	30,000,000,000	-
Agribank Leasing Company II – Vietnam Bank for Agriculture and Rural Development	20,600,000,000	20,600,000,000
Others	339,295,300	339,295,300
	<b>50,939,295,300</b>	<b>20,939,295,300</b>

- (i) The deposit contract No. 900/2024/66046, dated 10 July 2024, with an amount of VND 30,000,000,000 and a six-month term at Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch, has been used by the Company as collateral under Guarantee Contract No. 24.867068/2024-HĐCBLTL/NHCT900-SAGS with the aforementioned bank. This contract is effective from 23 December 2024 to 31 December 2050, with a guaranteed amount of VND 23,430,000,000.

**10. INVENTORIES**

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
Raw materials	9,924,678,998	9,763,805,913
Tools and supplies	368,095,000	166,235,000
	<u><b>10,292,773,998</b></u>	<u><b>9,930,040,913</b></u>

**11. PREPAYMENTS**

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
<b>Short-term</b>		
Employee health insurance	2,776,980,955	2,692,800,000
Mail server software and license	897,676,632	731,467,206
Transportation insurance fee	529,823,293	474,472,902
Aviation responsibilities insurance fee	719,612,500	708,687,500
Repair expenses	309,150,000	-
Tools and equipment	-	1,473,782,000
Others	332,504,971	308,233,591
	<u><b>5,565,748,351</b></u>	<u><b>6,389,443,199</b></u>
<b>Long-term</b>		
Electronic radio	44,030,005	132,090,002
Domain name certificate fee	37,983,176	47,863,663
	<u><b>82,013,181</b></u>	<u><b>179,953,665</b></u>
	<u><b>5,647,761,532</b></u>	<u><b>6,569,396,864</b></u>

12. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
<b>COST</b>					
Opening balance	28,915,594,554	14,060,864,890	792,774,754,685	31,572,839,160	867,324,053,289
Additions	-	175,880,000	61,570,813,334	2,416,900,000	64,163,593,334
Transfer from asset in progress	-	-	5,814,600,000	-	5,814,600,000
Disposal	-	(813,017,462)	(3,269,382,797)	(222,402,172)	(4,304,802,431)
Closing balance	<u>28,915,594,554</u>	<u>13,423,727,428</u>	<u>856,890,785,222</u>	<u>33,767,336,988</u>	<u>932,997,444,192</u>
<b>ACCUMULATED DEPRECIATION</b>					
Opening balance	9,783,547,332	12,543,660,856	650,358,602,383	24,531,181,453	697,216,992,024
Charge for the year	1,224,297,990	486,882,536	64,010,664,388	2,626,983,253	68,348,828,167
Disposal	-	(813,017,462)	(3,269,382,797)	(222,402,172)	(4,304,802,431)
Closing balance	<u>11,007,845,322</u>	<u>12,217,525,930</u>	<u>711,099,883,974</u>	<u>26,935,762,534</u>	<u>761,261,017,760</u>
<b>NET BOOK VALUE</b>					
Opening balance	<u>19,132,047,222</u>	<u>1,517,204,034</u>	<u>142,416,152,302</u>	<u>7,041,657,707</u>	<u>170,107,061,265</u>
Closing balance	<u>17,907,749,232</u>	<u>1,206,201,498</u>	<u>145,790,901,248</u>	<u>6,831,574,454</u>	<u>171,736,426,432</u>

As at 31 December 2024, the cost of the Company's tangible fixed assets included an amount of VND 501,364,928,600 (as at 31 December 2023: VND 462,551,770,664) of tangible fixed assets which have been fully depreciated but are still in use.

13. INVESTMENTS IN SUBSIDIARIES

	Closing balance			Opening balance		
	Proportion of ownership	Contributed charter capital	Provision	Proportion of ownership	Contributed charter capital	Provision
	%	VND	VND	%	VND	VND
Sai Gon – Cam Ranh Ground Services Joint Stock Company	51	25,928,400,000	-	51	25,928,400,000	-

Sai Gon – Cam Ranh Ground Services Joint Stock Company (“SAGS-CXR”) is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the BRC 4201721827 issued by the Department of Planning and Investment of Khanh Hoa Province on 30 December 2016 and the subsequent amended BRCs. The Company holds a 51% equity interests and voting rights in SAGS-CXR. Operating under SAGS-CXR's Business Registration Certificate, the company provides ground handling services. The registered headquarters of SAGS-CXR is located at Cam Ranh International Airport, Cam Nghia Ward, Cam Ranh City, Khanh Hoa Province, Vietnam.

14. DEFERRED TAX ASSETS

	Accrued expense	Provisions	Unrealized foreign exchange gain	Total
	VND	VND	VND	VND
Prior year's opening balance	789,181,556	969,504,933	-	1,758,686,489
Recorded during the year	(276,508,098)	11,475,595,465	-	11,199,087,367
Current year's opening balance	512,673,458	12,445,100,398	-	12,957,773,856
Recorded during the year	(153,755,366)	3,113,090,637	(697,625,571)	2,261,709,700
Current year's closing balance	358,918,092	15,558,191,035	(697,625,571)	15,219,483,556

15. TRADE PAYABLES

	Closing balance	Opening balance
	VND	VND
Tan Son Nhat International Airport - Branch Of Vietnam Airport Corporation - Joint Stock Company	14,226,810,867	26,766,862,736
Nha Be Trading Joint Stock Company	4,839,442,200	-
Danang International Terminal Investment And Operation Joint Stock Company	3,355,565,477	3,388,027,381
Da Nang International Airport - Branch Of Airports Corporation Of Vietnam - Joint Stock Company	1,210,467,899	1,761,855,101
Other	15,336,246,370	14,858,727,439
	<b>38,968,532,813</b>	<b>46,775,472,657</b>
In which		
Trade payable to related parties (Details stated in Note 29)	15,475,655,486	28,619,005,837

16. TAXES AND OTHER PAYABLES TO THE STATE BUDGET

Obligations to the State budget during the year of the Company are as follow:

	<u>Opening balance</u> VND	<u>Additions</u> VND	<u>Paid</u> VND	<u>Closing balance</u> VND
Value added tax	-	11,207,597,848	11,207,597,848	-
Corporate income tax	9,223,410,201	63,709,080,058	67,128,983,830	5,803,506,429
Personal income tax	8,664,067,436	32,894,994,153	29,034,994,119	12,524,067,470
Business-license tax	-	4,000,000	4,000,000	-
Other tax	-	110,825,081	110,825,081	-
	<u>17,887,477,637</u>	<u>107,926,497,140</u>	<u>107,486,400,878</u>	<u>18,327,573,899</u>

17. SHORT-TERM ACCRUED EXPENSES

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
Salary fund	64,700,000,000	62,840,000,000
Toxic allowance	1,050,279,000	1,074,893,000
Remuneration of the Board of Directors and the Board of Supervisors	138,000,000	108,000,000
Sita text expense	20,000,000	40,000,000
Long Thanh project	-	800,000,000
Other	724,311,467	653,166,289
	<u>66,632,590,467</u>	<u>65,516,059,289</u>

18. OTHER PAYABLES

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
<b>Short-term</b>		
Social insurance, Health insurance, Unemployment insurance, and Trade union	977,455,002	909,493,593
Payable ticket fare, ticket sales commission collected	8,656,091,483	6,799,545,904
Others	365,620,844	197,804,068
	<u>9,999,167,329</u>	<u>7,906,843,565</u>
<b>Long-term</b>		
Deposits received from airlines	20,849,627,050	16,843,182,550

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19. OWNERS' EQUITY

According to the Business Registration Certificate, the Company's charter capital is VND 335,816,910,000 (As 31 December 2023: VND 335,816,910,000). As of 31 December 2024 and 31 December 2023, charter capital has been fully contributed by shareholders as follows:

	Closing balance		Opening balance	
	Percentage of ownership %	Cost VND	Percentage of ownership %	Cost VND
Airport Corporation of Viet Nam	48.03%	161,280,510,000	48.03%	161,280,510,000
VietJet Aviation Joint Stock Company	9.11%	30,608,220,000	9.11%	30,608,220,000
America LLC Foreign Investment Fund	24.96%	83,824,140,000	11.68%	39,222,470,000
Other shareholders	17.76%	59,623,040,000	31.04%	104,224,710,000
Treasury shares	0.14%	481,000,000	0.14%	481,000,000
	<b>100%</b>	<b>335,816,910,000</b>	<b>100%</b>	<b>335,816,910,000</b>

Ordinary shares have a par value of VND 10,000. The Company has only one class of ordinary shares which carry no right to fixed dividend. Common shareholders will receive dividends at the time of declaration and be entitled to a voting right for each owned share at the shareholders' meeting. All shares rank equally with regard to the Company's residual assets.

	Closing balance	Opening balance
<b>Issued shares</b>		
<b>Shares issued and paid-up shares</b>		
Ordinary shares	33,581,691	33,581,691
<b>Treasury shares</b>		
Ordinary shares	(48,100)	(48,100)
<b>Shares in circulation</b>		
Ordinary shares	33,533,591	33,533,591

Movement in owners' equity during the year was as follows:

	Owner's contributed capital	Share premium	Treasury shares	Investment and development fund	Retained earnings	Total
	VND	VND	VND	VND	VND	VND
Opening balance prior year	335,816,910,000	6,603,680,000	(753,400,000)	265,908,867,560	157,358,507,267	764,934,564,827
Income for the year	-	-	-	-	213,288,666,563	213,288,666,563
Distribution of investment and development funds	-	-	-	41,401,110,162	(41,401,110,162)	-
Distribution of bonus and welfare funds	-	-	-	-	(3,441,607,266)	(3,441,607,266)
Distribution of Executive Board bonus funds	-	-	-	-	(3,450,092,514)	(3,450,092,514)
Dividends	-	-	-	-	(83,833,977,500)	(83,833,977,500)
<b>Opening balance current year</b>	<b>335,816,910,000</b>	<b>6,603,680,000</b>	<b>(753,400,000)</b>	<b>307,309,977,722</b>	<b>238,520,386,388</b>	<b>887,497,554,110</b>
Income for the year	-	-	-	-	244,829,578,682	244,829,578,682
Distribution of investment and development funds (i)	-	-	-	63,986,599,969	(63,986,599,969)	-
Distribution of bonus and welfare funds (i)	-	-	-	-	(21,328,866,656)	(21,328,866,656)
Distribution of Executive Board bonus funds (i)	-	-	-	-	(5,332,216,664)	(5,332,216,664)
Dividends (ii)	-	-	-	-	(83,833,977,500)	(83,833,977,500)
<b>Closing balance current year</b>	<b>335,816,910,000</b>	<b>6,603,680,000</b>	<b>(753,400,000)</b>	<b>371,296,577,691</b>	<b>308,868,304,281</b>	<b>1,021,832,071,972</b>

- (i) According to Resolution No. 02/NQ-DHĐCĐ dated 25 April 2024, the General Meeting of Shareholders of the Company approved the plan to distribute profit after tax in 2023 as follows:
- Provide the bonus and welfare fund and the manager bonus fund with the amount of VND 21,328,866,656 and VND 5,332,216,664, respectively.
  - Provide the investment and development fund and announce the dividend payment of VND 63,986,599,969 and VND 83,833,977,500, respectively.
- (ii) According to Resolution No. 205/NQ-ĐHĐCĐ dated 23 July 2024, the Board of Directors of the Company approved the implementation of the 2023 cash dividend payment at the rate of 25% (equivalent to 1 share receiving VND 2,500). The Company has completed the full cash dividend payment in 2024, with a total amount of VND 83,833,977,500.



20. OFF BALANCE SHEET ITEMS

Foreign currency:	<u>Closing balance</u>	<u>Opening balance</u>
US Dollar ("USD")	7,304,978.84	7,724,648.94

Bad debts written off:

	<u>Closing balance</u>		<u>Opening balance</u>	
	Value	Reason for bad debt writing off	Value	Reason for bad debt writing off
Transaero Airlines	2,926,366,316	Irrecoverable debt	2,926,366,316	Irrecoverable debt

The Company has written off bad debts following Resolution No. 190a/NQ - HĐQT dated 31 March 2017. Handling irrecoverable receivables is implemented following Article 6 of Circular 48/2019/TT-BTC.

21. NET REVENUE FROM SERVICES RENDERED

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
<b>Revenue from aviation services</b>	<b>1,257,312,625,065</b>	<b>1,269,133,273,475</b>
Ground services	1,219,272,945,803	1,233,750,647,627
Aircraft push-back	33,034,585,667	29,151,213,548
Passengers transportation	5,005,093,595	6,231,412,300
<b>Revenue from non-aviation services</b>	<b>23,732,645,307</b>	<b>20,982,551,320</b>
Repair and maintenance	5,065,349,847	4,333,483,836
Training services	3,451,979,935	4,789,505,651
Baggage, cargo services	7,277,569,141	4,644,753,032
Others	7,937,746,384	7,214,808,801
	<u><b>1,281,045,270,372</b></u>	<u><b>1,290,115,824,795</b></u>
<b>In which:</b>		
Revenue from related parties (Details stated in Note 29)	519,547,040,902	476,986,420,100

22. COST OF SERVICES RENDERED

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Labor cost	467,321,516,736	479,963,925,049
Out-sourced services	287,506,457,187	286,797,970,570
Depreciation and amortization	65,373,174,394	63,890,877,050
Raw materials and consumables	40,662,494,817	46,636,056,417
Other monetary expenses	14,646,296	-
	<u><b>860,878,289,430</b></u>	<u><b>877,288,829,086</b></u>

23. FINANCIAL INCOME

	<u>Current year</u> VND	<u>Prior year</u> VND
Deposits Interest	17,851,456,729	28,815,690,914
Realized foreign exchange gain	18,316,559,520	8,676,389,069
Unrealized foreign exchange gain	2,667,812,694	-
	<u><b>38,835,828,943</b></u>	<u><b>37,492,079,983</b></u>

24. COST BY NATURE

	<u>Current year</u> VND	<u>Prior year</u> VND
Labor cost	536,433,332,088	545,656,119,069
Out-sourced services	321,258,517,130	315,922,269,810
Depreciation and amortization	68,348,828,167	66,926,025,227
Raw materials and consumables	44,237,478,740	48,884,312,502
Fees for concession of rights to exploitation of airports and airfields	25,146,252,502	22,289,815,759
Provision	15,565,453,182	57,377,977,325
Other monetary expenses	1,177,388,077	2,735,263,750
	<u><b>1,012,167,249,886</b></u>	<u><b>1,059,791,783,442</b></u>

25. GENERAL AND ADMINISTRATION EXPENSES

	<u>Current year</u> VND	<u>Prior year</u> VND
Labor cost	69,111,815,352	65,692,194,020
Out-sourced services	33,752,059,943	29,124,299,240
Fees for concession of rights to exploitation of airports and airfields	25,146,252,502	22,289,815,759
Depreciation and amortization	2,975,653,773	3,035,148,177
Raw materials and consumables	3,574,983,923	2,248,256,085
Provision	15,565,453,182	57,377,977,325
Other monetary expenses	1,162,741,781	2,735,263,750
	<u><b>151,288,960,456</b></u>	<u><b>182,502,954,356</b></u>

(\*) Audit service fees for the auditing firm include: the audit fee for the 2024 financial statements and the review fee for the semi-annual 2024 financial statements of VND 305,000,000 (2023: VND 290,000,000).

26. CURRENT CORPORATE INCOME TAX EXPENSE

The estimated current corporate income tax expense for the year was computed as follows:

	<u>Current year</u> VND	<u>Prior year</u> VND
<b>Profit before tax</b>	<b>306,276,949,040</b>	<b>267,720,606,575</b>
<b>Adjustments for assessable income</b>		
Non-deductible expenses	959,902,747	1,683,858,161
Accrued expense	(768,776,823)	(1,631,906,101)
Provisions	15,565,453,182	57,377,977,325
Unrealized gain	(3,488,127,854)	-
<b>Taxable income</b>	<b>318,545,400,292</b>	<b>325,150,535,960</b>
Normal tax rate	20%	20%
<b>Corporate income tax expense calculated on taxable income in the year</b>	<b>63,709,080,058</b>	<b>65,030,107,192</b>
Adjust the corporate income tax expense of previous years to the current corporate income tax expense for this year	-	600,920,187
<b>Current corporate income tax expense</b>	<b>63,709,080,058</b>	<b>65,631,027,379</b>

The Company is obligated to pay corporate income tax expense at a tax rate of 20% of its taxable income.

27. OPERATING LEASE COMMITMENTS

	<u>Current year</u> VND	<u>Prior year</u> VND
Minimum lease payments under operating leases recognised in the separate income statement for the year	19,559,455,360	17,640,403,346

As at the balance sheet date, the Company had outstanding commitments under non-cancellable operating leases, which fall due as follows:

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
Within one year	19,200,544,247	16,895,582,818
In the second to fifth year inclusive	3,068,254,400	8,114,407,200
	<b>22,268,798,647</b>	<b>25,009,990,018</b>

Operating lease commitments represent the amount of money the Company must pay to property leases and office space rentals at the terminal and assembly area for a term of 01 to 02 years.

28. SEGMENT REPORTING

A segment is a component determined separately by the Company which is engaged in providing products or related services (business segment) or providing products or services in a particular economic environment (geographical segment), that is subject to risks and returns that are different from those of other segments.

The primary segment reporting format is determined to be geographical segments as the Company's risks and rates of return are affected predominantly by differences in location. Secondary information is reported geographically. The current principal activities of the Company are to provide services at airports and aerodromes. As a result, management is of the view that there is only one segment for business and therefore presentation of separate segmental information for business is not required.

Transfer prices between geographical segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment revenue, segment expense and segment result include transfers between business segments. Those transfers are eliminated in preparation of the separate financial statements.

The following tables present revenue and profit (loss) and certain assets and liability information regarding the Company's geographical segments:

	Ho Chi Minh Office VND	Da Nang Branch VND	Total VND
<b>For the year ended 31 December 2024</b>			
Revenue for segment	981,578,744,962	299,466,525,410	1,281,045,270,372
Expense for segment	(781,729,597,527)	(230,437,652,359)	(1,012,167,249,886)
<b>Gross profit</b>	<b><u>199,849,147,435</u></b>	<b><u>69,028,873,051</u></b>	<b><u>268,878,020,486</u></b>
Financial income	37,707,322,256	1,128,506,687	38,835,828,943
Financial expenses	(2,746,253,506)	(318,639,323)	(3,064,892,829)
Other income	1,631,027,795	3,522,535	1,634,550,330
Other expense	(6,145,460)	(412,430)	(6,557,890)
<b>Accounting profit</b>	<b><u>236,435,098,520</u></b>	<b><u>69,841,850,520</u></b>	<b><u>306,276,949,040</u></b>
Current tax expense	49,843,415,536	13,865,664,522	63,709,080,058
Deferred tax expense	(1,618,316,739)	(643,392,961)	(2,261,709,700)
<b>Net profit after tax</b>	<b><u>188,209,999,723</u></b>	<b><u>56,619,578,959</u></b>	<b><u>244,829,578,682</u></b>
Segment assets	1,223,554,479,315	47,546,047,322	1,271,100,526,637
Segment liabilities	196,774,653,485	52,493,801,180	249,268,454,665
	Ho Chi Minh Office VND	Da Nang Branch VND	Total VND
<b>For the year ended 31 December 2023</b>			
Revenue for segment	984,276,460,206	305,839,364,589	1,290,115,824,795
Expense for segment	(814,593,364,749)	(245,198,418,693)	(1,059,791,783,442)
<b>Gross profit</b>	<b><u>169,683,095,457</u></b>	<b><u>60,640,945,896</u></b>	<b><u>230,324,041,353</u></b>
Financial income	37,144,711,392	347,368,592	37,492,079,984
Financial expenses	(542,424,698)	(277,833,112)	(820,257,810)
Other income	802,044,588	6,654,400	808,698,988
Other expense	(80,782,014)	(3,173,926)	(83,955,940)
<b>Accounting profit</b>	<b><u>207,006,644,725</u></b>	<b><u>60,713,961,850</u></b>	<b><u>267,720,606,575</u></b>
Current tax expense	50,519,946,237	15,111,081,142	65,631,027,379
Deferred tax expense	(8,378,232,794)	(2,820,854,573)	(11,199,087,367)
<b>Net profit after tax</b>	<b><u>164,864,931,282</u></b>	<b><u>48,423,735,281</u></b>	<b><u>213,288,666,563</u></b>
Segment assets	1,080,672,523,917	52,721,856,805	1,133,394,380,722
Segment liabilities	198,093,872,633	47,802,953,979	245,896,826,612



29. RELATED PARTY TRANSACTIONS AND BALANCE

List of related parties:

<u>Related parties</u>	<u>Relationship</u>
Saigon – Cam Ranh Ground Service Joint Stock Company	Subsidiary
Airports Corporation of Vietnam (ACV)	Shareholder
Vietjet Aviation Joint Stock Company	Shareholder
Members of The Board of Directors, Board of Supervisors, the Board of Executive Officers, and Chief Accountant	Internal persons

During the year, the Company entered into the following significant transactions with its related parties:

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
<b>Sales</b>		
Airports Corporation of Vietnam (ACV)	7,801,607,725	8,427,368,109
Vietjet Aviation Joint Stock Company	511,251,509,177	467,906,601,991
Saigon – Cam Ranh Ground Service Joint Stock Company	493,924,000	652,450,000
	<u>519,547,040,902</u>	<u>476,986,420,100</u>
<b>Purchases</b>		
Airports Corporation of Vietnam (ACV)	369,132,000	381,108,000
Tan Son Nhat International Airport - Branch of Airports Corporation of Vietnam (ACV)	153,820,196,759	139,445,343,602
Da Nang International Airport – Branch of Airports Corporation of Vietnam (ACV)	18,763,917,567	17,561,535,866
Vietjet Aviation Joint Stock Company	4,550,000	83,438,000
Saigon – Cam Ranh Ground Service Joint Stock Company	15,247,074	512,586,364
	<u>172,973,043,400</u>	<u>157,984,011,832</u>
<b>Dividend payment</b>		
Airports Corporation of Vietnam (ACV)	40,320,127,500	40,320,127,500
Vietjet Aviation Joint Stock Company	7,652,055,000	7,652,055,000
	<u>47,972,182,500</u>	<u>47,972,182,500</u>

Related parties balances as at the balance sheet date were as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>Trade Receivables</b>		
Airports Corporation of Vietnam (ACV)	4,380,492,918	3,561,793,468
Vietjet Aviation Joint Stock Company	45,981,741,912	137,624,545,706
Saigon - Camranh Ground Services Joint Stock Company	10,908,000	-
	<u>50,373,142,830</u>	<u>141,186,339,174</u>
<b>Trade Payables</b>		
Airports Corporation of Vietnam (ACV)	33,221,880	-
Tan Son Nhat International Airport - Branch of Airports Corporation of Vietnam (ACV)	14,226,810,867	26,766,862,736
Da Nang International Airport - Branch of Airports Corporation of Vietnam (ACV)	1,210,467,899	1,761,855,101
Vietjet Aviation Joint Stock Company	5,154,840	90,288,000
	<u>15,475,655,486</u>	<u>28,619,005,837</u>



Total remuneration paid to the Company's Board of Executive Officers, Board of Supervisors and Chief Accountant during the year was as follows:

	Current year VND	Prior year VND
<b>Board of Directors</b>		
Mr. Nguyen Cao Cuong	20,000,000	-
Mr. Dang Tuan Tu	3,473,660,919	4,077,066,086
Mr. Nguyen Nam Tien	263,571,922	209,363,898
Mr. Nguyen Ngoc Anh	-	40,395,034
Mr. Luu Viet Hung	277,571,922	168,968,862
Mr. Luu Duc Khanh	277,571,922	209,363,898
Ms. Nguyen Ngoc Anh	277,571,922	209,363,898
Mr. Nguyen Cong Hoan	14,000,000	-
<b>Board of Executive Officers</b>		
Mr. Nguyen Dinh Hung	827,413,918	3,461,880,234
Mr. Nguyen Van My	3,206,764,155	2,943,819,180
Ms. Le Thi Hoang Oanh	2,912,695,015	2,754,279,228
Mr. Hua Kien Trung	2,939,453,351	2,797,742,998
Mr. Luu Viet Hung	2,748,705,083	2,065,859,636
<b>Board of Supervisors</b>		
Ms. Tran Quang Tam Thao	1,223,987,282	1,097,269,880
Ms. Nguyen Thi Thanh Thuy	158,612,527	119,636,513
Mr. Hoang Manh Ha	158,612,527	119,636,513
<b>Chief Accountant</b>		
Mr. Phung Danh Nguyen	2,541,989,367	2,378,273,688
	<b><u>21,322,181,832</u></b>	<b><u>22,652,919,546</u></b>

30. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

**Supplemental non-cash disclosures**

Interest collected from deposits during the year excludes the amount of VND 6,778,191,781 (in 2023: VND 4,030,493,150), which is the interest receivable at the end of the year but not yet collected. Therefore, a corresponding amount has been adjusted on the change in accounts receivable.

Cash outflows for acquisition of fixed assets during the year excluded an amount of VND 5,273,160,000 (in 2023: VND 10,601,899,300) which is the amount used to purchase fixed assets incurred in the previous year that was paid in this year. Therefore, a corresponding amount has been adjusted on the change in accounts receivable.

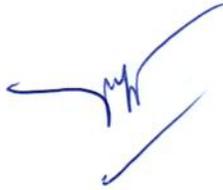
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31. SUBSEQUENT EVENTS

According to Resolution No. 02/NQ-ĐHĐCĐ dated 6 March 2025, the General Meeting of Shareholders approved the establishment of a new legal entity, Saigon - Long Thanh Ground Services Co., Ltd., to undertake the investment, operation, and exploitation of the Project for Investment, Construction, Maintenance, Repair Services, and Ground Handling Services No. 2 at Long Thanh International Airport. Saigon Ground Services Joint Stock Company holds 75% of the charter capital, while Hanoi Ground Services Joint Stock Company holds 25%. On 24 March 2025, Saigon - Long Thanh Ground Services Co., Ltd. was incorporated under Business Registration Certificate ("BRC") No. 3604009272, initially issued by the Department of Finance of Dong Nai Province. The Company is required to contribute capital within 90 days from the issuance date of the Enterprise Registration Certificate. As of the date of these financial statements, the capital contribution has not yet been made.



Dang Thi Minh Nguyet  
Preparer



Phung Danh Nguyen  
Chief Accountant



Nguyen Van My  
Deputy Chief Executive Officer  
26 March 2025

