

**EDUCATIONAL BOOK JOINT STOCK COMPANY
IN HO CHI MINH CITY**

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**CONSOLIDATED FINANCIAL
STATEMENTS**

QUARTER I OF 2025

CONSOLIDATED BALANCE SHEET
Quarter I/2025

Form B 01 – DN/HN

Issued under Circular No. 202/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ASSETS		Code	Note	31/03/2025 VND	01/01/2025 VND
A.	CURRENT ASSETS	100		46.963.615.837	48.007.783.056
I.	Cash and cash equivalents	110	5	2.975.584.646	1.969.710.679
1.	Cash	111		2.975.584.646	1.969.710.679
2.	Cash equivalents	112		-	-
II.	Short-term financial investments	120		1.213.195.916	1.213.195.916
1.	Trading securities	121	6.a	2.342.446.821	2.342.446.821
2.	Provision for diminution in value of trading securities	122	6.a	(1.129.250.905)	(1.129.250.905)
III.	Short-term receivables	130		5.865.954.308	8.553.469.581
1.	Short-term trade receivables	131	7	6.095.049.097	6.848.630.616
2.	Short-term prepayments to suppliers	132	8	466.782.949	1.438.491.991
3.	Short-term loan receivables	135	9	-	1.600.000.000
4.	Other short-term receivables	136		1.193.812.120	556.036.832
5.	Provision for doubtful debts	137	10	(1.889.689.858)	(1.889.689.858)
IV.	Inventories	140	11	36.363.056.741	35.777.582.745
1.	Inventories	141		38.316.398.227	37.730.924.231
2.	Provision for decline in value of inventories	149		(1.953.341.486)	(1.953.341.486)
V.	Other current assets	150		545.824.226	493.824.135
1.	Short-term prepaid expenses	151		12.028.009	14.296.596
2.	Deductible VAT	152		29.839.965	21.492.335
3.	Taxes and amounts receivable from the State	153		503.956.252	458.035.204
B.	NON-CURRENT ASSETS			38.638.477.936	38.619.526.212
I.	Long-term receivables	210		-	-
II.	Fixed assets	220		11.994.257.246	12.182.154.623
1.	Tangible fixed assets	221	12	5.523.322.600	5.707.053.310
	- Cost	222		16.463.897.100	16.463.897.100
	- Accumulated depreciation	223		(10.940.574.500)	(10.756.843.790)
2.	Intangible fixed assets	227	13	6.470.934.646	6.475.101.313
	- Cost	228		6.595.856.872	6.595.856.872
	- Accumulated amortisation	229		(124.922.226)	(120.755.559)
III.	Investment property	230	14	11.285.153.734	11.362.323.271
	- Cost	231		12.488.084.119	12.488.084.119
	- Accumulated depreciation	232		(1.202.930.385)	(1.125.760.848)
IV.	Non-current assets in progress	240		456.636.744	77.865.000
1.	Long-term work in progress	241		-	-
2.	Construction in progress	242		456.636.744	77.865.000
V.	Long-term financial investments	250		8.991.281.281	8.991.281.281
	Investment in subsidiaries	251		-	-
1.	Investments in associates and joint ventures	252	6.b	8.991.281.281	8.991.281.281
2.	Investments in other entities	253		-	-
VI.	Other non-current assets	260		5.911.148.931	6.005.902.037
1.	Long-term prepaid expenses	261	15	5.793.668.647	5.855.453.413
2.	Goodwill	269		117.480.284	150.448.624
	TOTAL ASSETS	270		85.602.093.773	86.627.309.268

CONSOLIDATED BALANCE SHEET (cont'd)
Quarter I/2025

RESOURCES	Code	Note	31/03/2025 VND	01/01/2025 VND
C. LIABILITIES	300		28.237.799.680	27.999.164.632
I. Short-term liabilities	310		22.283.708.785	22.045.073.737
1. Short-term trade payables	311		10.073.147.793	8.081.324.840
2. Short-term advances from customers	312		446.750.249	376.273.374
3. Taxes and amounts payable to the State budget	313		36.712.139	354.530.649
4. Payables to employees	314		132.156.400	602.021.173
5. Short-term accrued expenses	315	10	314.481.000	360.879.548
6. Other short-term payables	319	11	541.868.096	435.578.317
7. Short-term loans and finance lease liabilities	320		10.982.418.184	12.078.290.912
8. Reward and welfare fund	322		(243.825.076)	(243.825.076)
II Long-term liabilities	330		5.954.090.895	5.954.090.895
1. Other long-term payables	337		45.000.000	45.000.000
2. Long-term loans and finance lease liabilities	338		5.909.090.895	5.909.090.895
D. EQUITY	400		57.364.294.093	58.628.144.636
I. Owners' equity	410		57.364.294.093	58.628.144.636
1. Share capital	411	12	41,370,000,000	41,370,000,000
- Common shares with voting rights	411a		41,370,000,000	41,370,000,000
- Preferred shares	411b		-	-
		12		
2. Share premium	412	12	2,249,408,656	2,249,408,656
3. Other owner's capital	414	12	1.101.530.000,00	1.101.530.000
4. Treasury shares	415	12	(679.873.904,00)	(679.873.904)
5. Development investment fund	418	12	1.218.972.458,71	1.218.972.459
6. Undistributed profit	421	12	350.907.434	1.264.266.503
- Undistributed profit accumulated to the end of prior period	421a		1.264.266.503	2.318.556.428
		12		
- Undistributed profit of the current period	421b		(913.359.069)	(1.054.289.925)
7. Non-controlling interests	429		11.753.349.448	12.103.840.922
II. Other resources and funds	430		-	-
TOTAL RESOURCES	440		85.602.093.773	86.627.309.268



Ngo Trong Vinh
Chairman of the Board of Director
Ho Chi Minh City, 24 April 2025

Dao Thi Thanh Ban
Chief Accountant

Dao Thi Thanh Ban
Preparer

CONSOLIDATED INCOME STATEMENT
Quarter I/2025

Form B 02 – DN/HN

Issued under Circular No. 202/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Note	Quarter I/2025	Quarter I/2024	Accumulated	Accumulated
					from beginning of the year to end of the current quarter (current year) VND	from beginning of the year to end of current quarter (prior year) VND
1. Revenue from sales and service provision	01	20	5.707.771.265	4.255.495.224	5.707.771.265	4.255.495.224
2. Revenue deductions	02		-	8.638.000	-	8.638.000
3. Net revenue from sales and service provision	10		5.707.771.265	4.246.857.224	5.707.771.265	4.246.857.224
4. Cost of goods sold	11	21	4.227.513.914	2.738.245.434	4.227.513.914	2.738.245.434
5. Gross profit from sales and service provision	20		1.480.257.351	1.508.611.790	1.480.257.351	1.508.611.790
6. Financial income	21		31.499.567	721.261	31.499.567	721.261
7. Financial expenses	22		344.592.378	349.057.354	344.592.378	349.057.354
<i>Including: Interest expense</i>	23		344.592.378	349.057.354	344.592.378	349.057.354
8. Profit or loss in joint ventures and associates	24		-	-	-	-
9. Selling expenses	25		1.338.579.183	1.007.478.545	1.338.579.183	1.007.478.545
10. Administrative expenses	26		1.138.343.198	1.238.150.484	1.138.343.198	1.238.150.484
11. Operating profit	30		(1.309.757.841)	(1.085.353.332)	(1.309.757.841)	(1.085.353.332)
12. Other income	31		64.714.647	462.963	64.714.647	462.963
13. Other expenses	32		18.807.349	10.878.430	18.807.349	10.878.430
14. Other profit	40		45.907.298	(10.415.467)	45.907.298	(10.415.467)
15. Accounting profit before tax	50		(1.263.850.543)	(1.095.768.799)	(1.263.850.543)	(1.095.768.799)
16. Current corporate income tax expense	51					
17. Deferred corporate income tax expense	52		-	-	-	-
18. Profit after tax	60		(1.263.850.543)	(1.095.768.799)	(1.263.850.543)	(1.095.768.799)
19. Attributable to parent company	61		(913.359.069)	(790.541.935)	(913.359.069)	(790.541.935)
20. Attributable to the non-controlling interests	62		(350.491.474)	(305.226.864)	(350.491.474)	(305.226.864)
21. Basic earnings per share	70		(226)	(196)	(226)	(196)
22. Diluted earnings per share	71		(226)	(196)	(226)	(196)



Ngô Trọng Vinh
Chairman of the Board of Director
Ho Chi Minh City, 24 April 2025

Đào Thị Thanh Ban
Chief Accountant

Đào Thị Thanh Ban
Preparer

CONSOLIDATED STATEMENT OF CASH FLOWS
Quarter I/2025

Form B 03 – DN/HN
Issued under Circular No. 202/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Accumulated from beginning of the year to the end of current quarter (current year) VND	Accumulated from beginning of the year to the end of current quarter (prior year) VND
I. Cash flows from operating activities			
1. Profit before tax	01	(1.263.850.543)	(1.359.712.166)
2. Adjustments for			
- Depreciation of fixed assets, investment properties, allocation of goodwill, and land rents	02	298.035.254	302.412.914
- Provisions	03	-	-
- (Profit) loss from investing activities	05	(31.499.567)	(71.240.028)
- Interest expense	06	198.304.252	66.338.408
3. Operating profit before changes in working capital	08	(799.010.604)	(1.062.200.872)
- Increase/Decrease in receivables	09	1.495.896.595	1.802.507.201
- Increase/Decrease in inventories	10	(585.473.996)	2.856.784.488
- Increase/Decrease in payables (exclusive of interest payable, income tax payable)	11	1.137.151.044	(5.026.581.289)
- Increase/Decrease in prepaid expenses	12	64.053.353	12.962.189
- Increase/Decrease in trading securities	13	-	-
- Interest paid	14	(198.304.252)	(66.338.408)
- Cash paid for corporate income tax	15	(265.293.268)	(859.291.523)
Net cash provided by/(used in) operating activities	20	849.018.872	(2.342.158.214)
II. Cash flows from investing activities			
1. Purchases of fixed assets and other non-current assets	21	(378.771.744)	-
2. Proceeds from disposals of fixed assets and other non-current assets	22		
3. Cash paid for loans, acquisition of debt instruments of other entities	23		
4. Recovery of loans, re-sales of debt instruments of other entities	24	2.400.000.000	500.000.000
6. Proceeds from loan interest, dividends, shared profit	27	31.499.567	626.420.028
Net cash provided by investing activities	30	2.052.727.823	1.126.420.028
III. Cash flows from financing activities			
1. Proceeds from borrowings	33	650.000.000	-
2. Repayments of borrowings	34	(2.545.872.728)	(253.372.728)
4. Dividends, profit paid to owners	36	-	(555.180.000)
Net cash from financing activities	40	(1.895.872.728)	(808.552.728)
Net cash flows for the period	50	1.005.873.967	(2.024.290.914)
Cash and cash equivalents at the beginning of the period	60	1.969.710.679	4.582.926.480
Impacts of exchange rate fluctuations	61	-	-
Cash and cash equivalents at end of period	70	2.975.584.646	2.558.635.566



Ngô Trọng Vinh
Chairman of the Board of Director
Ho Chi Minh City, 24 April 2025

Đào Thị Thanh Ban
Chief Accountant

Đào Thị Thanh Ban
Preparer

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

*(These notes form an integral part of and should be read
in conjunction with the consolidated financial statements)*

Form B 09 – DN/HN
Issued under Circular No. 202/2014/TT – BTC
dated 22/12/2014 by the Ministry of Finance

1. Nature of operations

1.1. Overview

Educational Book Joint Stock Company in Ho Chi Minh City (“the Company”) was established pursuant to Decision No. 460/QĐ-TC dated 7 April 2004 by Viet Nam Education Publishing House (now being Viet Nam Education Publishing House Limited Company). The Company was granted Business Registration Certificate (now being Enterprise Registration Certificate) No. 4103002336 dated 20 May 2004 by the Ho Chi Minh City Department of Planning and Investment. Since its establishment, the Company’s Enterprise Registration Certificate has been amended 15 times and the most recent amendment was made on 14 July 2020 under enterprise code 0303280405. The Company is an independent accounting entity, operating in accordance with the Enterprise Law, its Charter and other relevant regulations.

The Company has listed its common shares at the Hanoi Securities Trading Center (now being the Hanoi Stock Exchange) since 29 November 2006 in accordance with the Share Trading Registration Certificate No. 48/TTGDHN-ĐKGD dated 29 November 2006 issued by the Hanoi Securities Trading Center under the ticker symbol SGD.

1.2. Principal scope of business: Manufacturing and trading.

1.3. Operating activities

- Book publishing. Details: Printing and trading all kinds of books published by the Education Publishing House according to the regulations of the Education Publishing House; trading cultural products and publications of other Publishing Houses;
- Wholesale of other household products. Details: Trading in educational equipment, teaching aids, office equipment, and stationery;
- Trading of own or rented property and land use rights. Details: Real estate business (in compliance with Clause 1, Article 10 of the Real Estate Business Law);
- Electric power generation. Details: Wind power and solar power generation (excluding the transmission, national power system operation, distribution grid management, multi-purpose hydropower, and nuclear power);

1.4. Normal operating cycle

The Company's normal operating cycle is 12 months.

1.5. Company structure

As at 31 December 2024, the Company has 2 subsidiaries and 2 associates:

- Subsidiaries
 - ✓ Vinh Long Book and Equipment Joint-Stock Company
Address: No. 23 Le Van Tam Street, Ward 1, Vinh Long City, Vinh Long Province
Principal operating activities: Distribution of school books and supply of school equipment.
% holding: 80.99%
 - ✓ Book and Educational Equipment Joint Stock Company of Dong Nai
Address: No. 10 Vo Thi Sau Street, Quyet Thang Ward, Bien Hoa City, Dong Nai Province.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

Principal operating activities: Trading textbooks, workbooks, reference books, publications, and supplying school equipment.

% holding: 55.99%

- Associates:

- ✓ Viet Nam EBS Solar Energy Joint Stock Company

Address: Floor 2, Building D, Vinaconex 1 Office Complex, 289A Khat Duy Tien Street, Trung Hoa Ward, Cau Giay District, Hanoi City.

Principal operating activities: Electric power generation.

% holding: 25%

- ✓ Le Thanh Educational Investment Joint Stock Company. This is a subsidiary of Vinh Long Book and Equipment Joint-Stock Company, holding 49% of its contributed capital.

Address: Floor 1, No. 64 Le Van Tam Street, Ward 1, Vinh Long City, Vinh Long Province.

2. Accounting period, currency used in accounting

The Company's annual accounting period starts on 01 January and ends on 31 December.

Currency unit used for accounting records and presented in the consolidated financial statements is Vietnamese Dong (VND).

3. Applied accounting standards and system

The Company adopts the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, which was guided under Circular No. 200/2014/TT-BTC dated 22/12/2014 and Circular No. 53/2016/TT-BTC dated 21/3/2016 amending and adding some articles of Circular No. 200/2014/TT-BTC issued by the Ministry of Finance.

These consolidated financial statements are prepared in accordance with Circular No. 202/2014/TT-BTC dated 22/12/2014 by the Ministry of Finance providing guidance on the preparation and presentation of consolidated financial statements.

4. Summary of significant accounting policies

4.1 Principles and methods of preparing consolidated financial statements

Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries.

Subsidiary

Subsidiary is entity controlled by the Company. Control is achieved where the Company has the power to directly or indirectly govern the financial and operating policies of an investee entity so as to obtain benefits from its activities. The financial statements of subsidiary are consolidated from the effective date of control up to the date of cease to control.

The financial statements of the subsidiary are prepared for the same year as the Company, using consistent accounting policies. Adjustments are made for any differences in accounting policies that may exist to ensure consistency between the subsidiary and the Company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

Balances, intercompany transactions, and unrealized profits or losses arising from intercompany transactions between companies under the same Company are eliminated when preparing consolidated financial statements

Business combination

Assets, liabilities and contingent liabilities in a subsidiary are measured at fair value at the date of the subsidiary acquisition. Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired is recognised as goodwill. Any deficiency of the cost of acquisition below the fair values of the identifiable net assets acquired is credited to profit and loss in the period of acquisition.

Non-controlling interests

Non-controlling interests represent the portion of net assets in subsidiaries not held by the Company and are presented within equity in the consolidated balance sheet, separately from parent shareholders' equity. Non-controlling interests in the net assets of consolidated subsidiaries include: non-controlling interests at the acquisition date which are determined according to the fair value of net assets of subsidiaries at the acquisition date; non-controlling interests' share of changes in equity as from the acquisition date up to the beginning of the reporting period and non-controlling interests in the fluctuations of total equity arising during the period. Losses in subsidiaries are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Non-controlling interests represent the portion of profit or loss in subsidiary not held by the Company, which are determined based on the portion of non-controlling interests and profit after tax of subsidiaries, and are presented in a separate item in the consolidated income statement.

4.2 Cash and cash equivalents

Cash includes: Cash on hand, demand deposits and cash in transit.

Cash equivalents are short-term investments which are collectible or mature within 3 months at the date of purchase, readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value at reporting date.

4.3 Financial investments

Trading securities

Trading securities are securities which are held for business purposes.

Trading securities are initially recorded at cost, comprising: buying prices plus (+) buying costs (if any) such as brokerage, transactions, information provision, taxes, bank's fees and charges. The dividends, profits received for the period before the investment date shall be recorded as a decrease in value of investment.

After initial recognition, trading securities are determined at cost less provision for decline in value of trading securities. Provisions for decline in the value of trading securities are made at the end of the accounting period if there is conclusive evidence that the market value of the securities held by the Company has decreased compared to their book value.

Loans

Loan receivables are recorded in the financial statements at cost less provision for doubtful debts.

Provision for doubtful debts represents the estimated loss amounts at the balance sheet date for overdue loans which the Company has claimed many times but still has not collected yet or which

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

have not been overdue but the debtor has been in the state of insolvency, doing dissolution procedures, missing or absconding.

Investments in associates

Associates are those entities in which the Company has significant influence, but not control, over the financial and operating policies. The consolidated financial statements include the Company's share of the profit or loss of the associates accounted for using the equity method from the date that significant influence commences until the date that significant influence ceases. When the Company's equity in losses of an associate equals or exceeds the carrying amount of an investment, the carrying amount of that investment is reduced to nil and the recognition of further losses is discontinued except to the extent that the Company has an obligation to pay on behalf of the associate.

Long-term equity investments in other companies

Long-term equity investments in other companies are investments which the Group has no power to control or jointly control, no significant influence over the investees.

Long-term equity investments in other companies are stated at cost less provision for diminution in value. Dividends and profits received in money or non-monetary asset for the period before the investment date shall be recorded as a decrease in value of investment.

Provision

Provision for long-term equity investments in other companies is made as follows:

- If an investment in listed shares or the fair value of the investment is determined reliably, the provision shall be made based on the market value of the shares.
- If the market value of the shares is not identifiable, the provision shall be made based on the loss reported in the financial statements of the investee.

With regards to the investees who are required to prepare the consolidated financial statements, the provision is made based on the consolidated financial statements. For other cases, the provision is made based on the financial statements of the investees.

4.4 Receivables

Receivables include: trade receivables and other receivables.

- Trade receivables include commercial receivables generating from purchase-sale related transactions between the Company and buyers;
- Other receivables include non-commercial receivables, receivables not related to purchase-sale and intra-company transactions.

Receivables are recorded at cost less provision for doubtful debts. Provision for doubtful debts represents the estimated loss amounts at the balance sheet date for overdue receivables which the Company has claimed many times but still has not collected yet or which have not been overdue but the debtor has been in the state of insolvency, doing dissolution procedures, missing or absconding.

4.5 Inventories

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

Value of inventories is calculated using the weighted average method and accounted for using the perpetual method with cost determined as follows:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)*(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)*

- Materials, goods: Cost comprises costs of purchase, costs of conversion and any directly attributable costs of bringing the inventories to their present location and condition;
- Finished products: Cost comprises cost of direct materials and labour plus attributable overhead based on the normal level of activities.

Net realizable value is the estimated selling price less the estimated costs of completing the products and the estimated costs needed for their consumption.

Provision for decline in value of inventories is made for each kind of inventories when the net realizable value of that kind of inventories is less than cost.

4.6 Tangible fixed assets***Cost***

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of tangible assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state. The costs incurred after the initial recognition of tangible fixed asset shall be recorded as increase in their historical cost if these costs are certain to augment future economic benefits obtained from the use of those assets. Those incurred costs which fail to meet this requirement must be recognized as production and business expenses in the period.

Depreciation

Depreciation of fixed assets is calculated in accordance with the straight-line method over their estimated useful lives. Depreciation period is in conformity with Circular No. 45/2013/TT-BTC dated 25/4/2013 by the Ministry of Finance. Details are as follows:

<u>Kind of assets</u>	<u>Depreciation period (years)</u>
Buildings, architectures	5 - 40
Machinery, equipment	3 - 10
Motor vehicles	6 - 10
Office equipment	3 - 10
Other fixed assets	4

4.7 Intangible fixed assets***Cost***

Intangible fixed assets are stated at cost less accumulated amortization.

The cost of intangible assets comprises all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state.

Land use rights

Intangible fixed assets being land use rights include:

- The land use right allocated by the State with land use fee or receiving the transfer of legal land use right (including term and non-term land use right);
- The prepaid land rent (has been paid for the leasing time or paid in advance for many years but the remaining land lease term paid is at least five years) for the land rent contract before the

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

effective date of the Land Act 2003 and being granted with certificate of land use right by the competent authority.

Cost of land use rights include all costs directly attributable to putting such assets into the ready-for-use state.

Land use rights with indefinite terms are not amortized.

Amortization

Other intangible fixed assets are amortized in accordance with the straight-line method over their estimated useful lives. Amortization period is in conformity with Circular No. 45/2013/TT-BTC dated 25/4/2013 by the Ministry of Finance.

Amortization period of intangible fixed assets of the Company is as follows:

<u>Kind of assets</u>	<u>Amortization period (years)</u>
Computer software	3

4.8 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses. These are expenditures that have been incurred but related to the operations of many accounting periods. The Company's primary prepayments are as follows:

- Cost of tools and instruments put into use are amortized in accordance with the straight-line method over a period ranging from 1 year to 3 years.
- Other prepaid expenses: The Company selects appropriate method and criteria of allocation over the period in which economic benefits are expected to be received based on the nature and extent of the prepaid expenses.

4.9 Payables

Payables include: trade payables and other payables.

- Trade payables are trade-related amounts, arising from trading activities between the Company and its suppliers;
- Other payables are non-trade amounts, which are not related to trading activities, intra-company transactions.

Payables are recognized at cost and reported as short-term and long-term payables based on their remaining terms at the balance sheet date.

Payables are monitored according to their creditors, principal terms, remaining terms and original currencies.

4.10 Accrued expenses

Accruals are recognized for amount to be paid in the future for goods and services received, whether or not billed to the Company.

4.11 Loans and finance lease liabilities

Loans and finance lease liabilities are reflected at cost and classified into short-term liabilities and long-term liabilities based on their remaining terms at the balance sheet date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

The Company monitors loans and finance lease liabilities according to their creditors, loan agreements, principal terms, remaining terms and original currencies.

Borrowing costs

Borrowing costs comprise interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs are recognized as an expense in the period in which they are incurred, except to the extent that they qualify the conditions to be capitalized in accordance with Accounting Standard "Borrowing costs".

4.12 Owner's equity

Share capital represents the amount of capital actually contributed by shareholders.

Share premium

Share premium reflects the difference between the issue price and par value of the shares issued, costs directly related to the issuance of shares; difference between the re-issue price and book value, costs directly related to the re-issuance of shares; the capital component of convertible bonds as they fall due.

Treasury shares

Treasury shares are the amounts payable to repurchase the shares that the Company has issued and all costs directly related to this repurchase transaction.

Profit distribution

Profit after corporate income tax is available for appropriation to funds and to shareholders as provided for in the Resolution of the General Meeting of Shareholders.

The dividend to be paid to the shareholders shall not exceed the undistributed profit after tax and with consideration of non-monetary items in undistributed post-tax profits that may affect cash flow and ability to pay dividends.

4.13 Recognition of revenue and other income

- Revenue from sales and service provision is recognized to the extent that it is probable to obtain economic benefits, it can be reliably measured and the following conditions are also met:
 - ✓ Revenue from the sale of goods is recognized in the income statement when the significant risks and rewards of ownership have been transferred to the buyer and there are no significant uncertainties regarding recovery of the consideration due or the likely return of goods;
 - ✓ Revenue from service provision is recognized when the services have been rendered. In case that the services are to be provided in many accounting periods, the determination of revenue in each period is done on the basis of the service completion rate as of the balance sheet date.
- Revenue from financing activities is recognized when revenue is determined with relative certainty and it is possible to obtain economic benefits from the transactions.
 - ✓ Interests are recognized on the basis of the actual term and interest rates;
 - ✓ Dividends and profits shared are recognized when the Company has the rights to receive dividends or profit from the capital contribution. Stock dividends are not recognized as financial revenue. Dividends received in the period before investment date shall be recorded as a decrease in value of investment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

- Other income is the income derived out of Company's scope of business and recognized when it can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Company.

4.14 Cost of goods sold

Cost of products, goods sold and services rendered shall be recognized in the correct period and in accordance with the matching principle and conservatism principle.

Costs of inventories and services rendered which are incurred in excess of the ordinary level shall be charged out to cost of goods sold in the period, not to the production cost of goods and services.

4.15 Financial expenses

Financial expenses reflect expenses or losses related to financial investment activities: interest expense, payment discounts for buyers, expenses and loss on liquidating, transferring investments; provision for diminution in value of trading securities, provision for loss from investment in other entities and expenses of other investing activities.

4.16 Selling expenses, administrative expenses

Selling expenses reflect expenses actually incurred in process of selling products, goods, rendering services.

Administrative expenses reflect expenses actually incurred related to the overall administration of the enterprise.

4.17 Current corporate income tax expense, deferred corporate income tax expense

Corporate income tax expenses include current income tax and deferred income tax.

Current income tax is the tax amount computed based on the taxable income during the period at the tax rates applied as of the balance sheet date. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

Deferred income tax is determined for temporary differences at the balance sheet date between the tax base of assets and liability and their carrying amount for financial reporting purpose.

4.18 Financial instruments

Initial recognition

Financial assets

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

A financial asset is recognized initially at cost plus transaction costs directly attributable to the acquisition of the asset. The Company's financial assets include: cash on hand, cash in bank, trade receivables, other receivables and financial investments.

Financial liabilities

A financial liability is recognized initially at cost plus transaction costs directly attributable to the issuance of such liability. The Company's financial liabilities include trade payables, accrued expenses, loans, and other payables.

Subsequent measurement

Currently, there has been no requirement for subsequent measurement of financial instruments.

4.19 Tax rates and charges payable to the State Budget which the Company is applying

- Value Added Tax (VAT):
 - ✓ Textbooks and reference books supplementary to textbooks and curricula: Exempt from VAT.
 - ✓ Dictionaries and reference books not supplementary to textbooks: VAT rate of 5% is applicable.
 - ✓ Other activities are subject to the current applicable tax rates.
- Corporate Income Tax (CIT): CIT rate of 20 % is applicable.
- Other taxes, fees and chargers are fulfilled in accordance with the prevailing regulations.

4.20 Related parties

Parties are considered to be related if one party has the ability to (directly or indirectly) control the other party or exercise significant influence over the other party in making financial or operational decisions.

In: VND

5. Cash and cash equivalents

	31/03/2025	31/03/2025
Cash on hand	360.736.253	360.736.253
Cash in bank	2.614.848.393	2.614.848.393
Total	<u>2.975.584.646</u>	<u>1.969.710.679</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)
(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

6. Financial investments

a. Trading securities

	01/01/2025			01/01/2024		
	Cost	Fair value	Provision	Cost	Fair value	Provision
- Trading securities	2.342.446.821	1.213.209.339	1.129.250.905	2.342.446.821	1.213.209.339	1.129.250.905
+ Educational Book JSC in Ha Noi City (EBS)	95.577	109.000	-	95.577	109.000	-
+ Song Da 4 Joint Stock Company (SD4)	36.365.340	8.768.267	27.597.073	36.365.340	8.768.267	27.597.073
+ VNECO 8 Electricity Construction JSC (VE8)	992.861.234	402.960.000	589.901.234	992.861.234	402.960.000	589.901.234
+ FLC Group Joint Stock Company (FLC)	516.670	516.670	-	516.670	516.670	-
+ Vietnam Livestock Corporation – Joint Stock Company - (VLC)	1.312.608.000	800.855.402	511.752.598	1.312.608.000	800.855.402	511.752.598
	0					
Total	2.342.446.821	1.213.209.339	1.129.250.905	2.342.446.821	1.213.209.339	1.129.250.905

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)*(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)***b. Investments in joint ventures, associates**

	Status of operation	31/03/2025		01/01/2025	
		% capital	Number of shares	Value of investment using the equity method	Value of investment using the equity method
Viet Nam EBS Solar Energy JSC	Operating	25%	500,000	6.517.718.799	6.517.718.799
Le Thanh Educational Investment JSC (*)	Operating	49%	245,000	2.473.562.482	2.473.562.482
Total				8.991.281.281	8.991.281.281

(*) Le Thanh Educational Investment JSC was converted from Vietnam America International Preschool - Education Consulting Co., Ltd., according to the first amended Enterprise Registration Certificate No. 1501122459 dated 14 March 2022.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

(These notes form an integral part of and should be read in conjunction with the consolidated financial statements)

7. Short-term trade receivables

	31/03/2025	01/01/2025
Ngoc Truc Household Business	1.347.803.255	1.552.866.435
Luu Kim Ngan Bookstore	311.004.142	391.004.142
Vung Liem Construction Investment Project Management Unit	551.406.522	551.406.522
Chu Le Equipments and Surveying Co.,Ltd	390.236.848	390.236.848
Others	3.494.598.330	3.963.116.669
Total	6.095.049.097	6.848.630.616

8. Provision for doubtful short-term receivables

	QI/2025	QI/2024
Opening Provision	1.889.689.858	1.628.303.375
Balance	-	-
Increase during the year	-	-
Ending balance of receivables reserve	1.889.689.858	1.628.303.375

9. Inventories

	31/03/2025		01/01/2025	
	Cost	Provision	Cost	Provision
Materials	22.484.364	-	22.484.364	-
Finished products	1.749.732.206	1.056.681.405	1.749.732.206	1.056.681.405
Merchandise goods	36.544.181.657	896.660.081	35.958.707.661	896.660.081
Total	38.316.398.227	1.953.341.486	37.730.924.231	1.953.341.486

10. Long-term prepaid expenses

	31/03/2025	01/01/2025
Cost of tools and instruments awaiting allocation	385.154.656	371.326.451
Repair construction costs	7.281.247	42.477.664
Long-term prepaid land rents (*)	5.393.616.024	5.414.602.856
Others	7.616.720	27.046.442
Total	5.793.668.647	5.855.453.413

(*) Vinh Long Book and Equipment Joint-Stock Company leased the land from the People's Committee of Vinh Long Province under Land Lease Contract No. 02 dated 15/01/2018. The lease period is 50 years, from 22/12/2017 to 22/12/2067, covering a leased area of 611.2 m², located at Plot 372, Map Sheet 16, Ward 1, Vinh Long City, Vinh Long Province. The Company made a one-time payment for the entire 50-year lease term, totaling VND6,264,188,800. The purpose of the leased land use: Commerce and services (TMD).

11. Tangible fixed assets

	Buildings, architectures	Machinery, equipment	Motor vehicles	Office equipment	Total
Cost					
Beginning balance	10.754.078.241	548.208.570	4.312.301.105	849.309.184	16.463.897.100
Additions in the period					
Decrease in the period					
Transfer to investment properties					
Ending balance	10.754.078.241	548.208.570	4.312.301.105	849.309.184	16.463.897.100
Depreciation					
Beginning balance	7.210.357.852	316.753.274	2.858.016.352	371.716.312	10.756.843.790
Charge for the period	97.656.801	12.827.697	53.375.103	19.871.109	183.730.710
Decrease in the period	-	-	-	-	-
Transfer to investment properties	-	-	-	-	-
Ending balance	7.308.014.653	329.580.971	2.911.391.455	391.587.421	10.940.574.500
Net book value					
Beginning balance	3.543.720.389	231.455.296	1.454.284.753	477.592.872	5.707.053.310
Ending balance	3.446.063.588	218.627.599	1.400.909.650	457.721.763	5.523.322.600

12. Intangible fixed assets

Is the right to use land indefinitely at 363 Hung Phu, District 8, Ho Chi Minh City.

13. Investment property

	Buildings, architectures	Total
Cost		
Beginning balance	12.488.084.119	12.488.084.119
Increase in the period	-	-
Decrease in the period	-	-
Ending balance	12.488.084.119	12.488.084.119
Accumulative depreciation		
Beginning balance	1.125.760.848	1.125.760.848
Depreciation during the year	77.169.537	77.169.537
Decrease in the period	-	-
Ending balance	1.202.930.385	1.202.930.385
Net book value		
Beginning balance	11.362.323.271	11.362.323.271
Ending balance	11.285.153.734	11.285.153.734

14. Short-term prepayments to suppliers

	QI/2025	QI/2024
Southern Educational Equipment and Books Joint Stock Company	4.294.907.555	3.487.873.612
Viet Huong Educational Equipment Production and Trading Company Limited	-	120.586.752
Phuong Nam Education Investment and Development Joint Stock Company	200.906.541	169.703.075
Others	5.577.333.697	4.303.161.401
Total	<u>10.073.147.793</u>	<u>8.081.324.840</u>

15. Short-term accrued expenses

		01/01/2025
Manuscript and editing costs	249.481.000	249.481.000
Accrued interest expenses	-	32.898.548
Others	65.000.000	78.500.000
Total	<u>314.481.000</u>	<u>360.879.548</u>

16. Other short-term payables

	31/03/2025	01/01/2025
Trade union fees	1.784.713	1.784.713
Social insurance, medical insurance, unemployment insurance	64.372.800	-
Dividends payable	369.456.500	369.456.500
Short-term deposits and collateral received	63.000.000	30.000.000
Others	43.254.083	34.337.104
Total	<u>541.868.096</u>	<u>435.578.317</u>

17. Owners' equity

a. Statement of changes in owners' equity

	Share capital	Share premium	Other owner's capital	Treasury share	Development investment fund
As at 01/01/2024	41.370.000.000	2.248.359.370	(679.873.904)	1.193.740.502	3.445.318.385
Increase in the year	-	-	-	25.231.957	(1.054.289.925)
Decrease in the year	-	-	-	-	1.126.761.957
As at 31/12/2024	<u>41.370.000.000</u>	<u>2.249.408.656</u>	<u>(679.873.904)</u>	<u>1.218.972.459</u>	<u>1.264.266.503</u>
As at 01/01/2025	41.370.000.000	2.249.408.656	(679.873.904)	1.218.972.459	1.264.266.503
Increase in the year	-	-	-	-	(913.359.069)
Decrease in the year	-	-	-	-	-
As at 31/03/2025	<u>41.370.000.000</u>	<u>2.249.408.656</u>	<u>(679.873.904)</u>	<u>1.218.972.459</u>	<u>350.907.434</u>

b. Shares

	31/03/2025	01/01/2025
Number of shares registered to be issued	4.137.000	4.137.000
Number of shares sold publicly	4.137.000	4.137.000
- <i>Common shares</i>	4.137.000	4.137.000
- <i>Preferred shares</i>		
Number of shares to be bought back (treasury shares)	94.000	94.000
- <i>Common shares</i>	94.000	94.000
- <i>Preferred shares</i>	-	-
Number of outstanding shares	4.043.000	4.043.000
- <i>Common shares</i>	4.043.000	4.043.000
- <i>Preferred shares</i>	-	-

Par value of outstanding shares: VND10,000 each

c. Undistributed profit after tax

	QI/2025	QI/2024
Profit brought forward	1.264.266.503	3.445.318.385
Profit after tax - this year	(913.359.069)	(1.054.289.925)
Distribution of prior-year profit	-	1.126.761.957
- <i>Appropriated for development investment fund</i>	-	25.231.957
- <i>Increase in other owner's capital</i>	-	1.101.530.000
Undistributed profit at the end of the period	<u><u>350.907.434</u></u>	<u><u>1.264.266.503</u></u>

18. Revenue from sales and service provision

	QI/2025	QI/2024
Revenue from the sale of goods	5.305.043.995	3.864.131.590
Revenue from services	402.727.270	391.363.634
Total	<u><u>5.707.771.265</u></u>	<u><u>4.255.495.224</u></u>

19. Cost of goods sold

	QI/2025	QI/2024
Cost of goods sold	4.150.344.377	2.690.058.336
Cost price from service provision	77.169.537	48.187.098
Total	<u><u>4.227.513.914</u></u>	<u><u>2.738.245.434</u></u>

20. Revenue from main financial activities

	QI/2025	QI/2024
Deposit and loan interest	31.499.567	337.959

Discount for quick payment	-	383.302
Total	31.499.567	721.261

21. Financial expenses

	QI/2025	QI/2024
Interest expense	344.592.378	349.057.354
Cộng	344.592.378	349.057.354



Ngo Trong Vinh
Chairman of the Board of Director
Ho Chi Minh City, 24 April 2025

Dao Thi Thanh Ban
Chief Accountant

Dao Thi Thanh Ban
Preparer