

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**



FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

TABLE OF CONTENTS	PAGE
Corporate information	1
Statement of the Board of Management	2
Independent auditor's report	3
Consolidated balance sheet (Form B 01 – DN/HN)	5
Consolidated income statement (Form B 02 – DN/HN)	7
Consolidated cash flow statement (Form B 03 – DN/HN)	8
Notes to the consolidated financial statements (Form B 09 – DN/HN)	9

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

CORPORATE INFORMATION**Enterprise Registration
Certificate**

No. 0104128565 dated 13 August 2009

The Enterprise Registration Certificate was initially issued by the Hanoi Department of Planning and Investment on 13 August 2009. The latest amendment (32nd) to the Enterprise Registration Certificate was issued on 9 May 2024.

Chairperson

Mr. Tran Dang Hoa

Board of Management

Mr. Nguyen Hoang Minh
Mr. Do Son Giang
Mr. Dang Truong Thach

General Director
Deputy General Director
Deputy General Director

Legal Representatives

Mr. Tran Dang Hoa
Mr. Nguyen Hoang Minh

Chairperson
General Director

Registered Office

No. 10 Pham Van Bach Street, Dich Vong Ward, Cau Giay District, Hanoi, Vietnam

Auditor

PwC (Vietnam) Limited

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

STATEMENT OF THE BOARD OF MANAGEMENT

STATEMENT OF RESPONSIBILITY OF THE BOARD OF MANAGEMENT OF THE COMPANY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Board of Management of FPT IS Company Limited (formerly known as FPT Information System Corporation) ("the Company") is responsible for preparing the consolidated financial statements of the Company and its subsidiaries which give a true and fair view of the consolidated financial position of the Company and its subsidiaries as at 31 December 2024, and of the consolidated financial performance and the consolidated cash flows of the Company and its subsidiaries for the year then ended. In preparing these consolidated financial statements, the Board of Management is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the consolidated financial statements on a going concern basis unless it is inappropriate to presume that the Company and its subsidiaries will continue in business.

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

The Legal Representatives of the Company authorised the Chief Financial Officer of the Company to approve and sign the consolidated financial statements and its subsidiaries for the year ended 31 December 2024 pursuant to the Authorisation Letter No. 198/24/UQ-FIS dated 9 May 2024.

APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

We hereby, approve the accompanying consolidated financial statements as set out on pages 5 to 46 which give a true and fair view of the consolidated financial position of the Company and its subsidiaries as at 31 December 2024, and of the consolidated financial performance and the consolidated cash flows of the Company and its subsidiaries for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of consolidated financial statements.

On behalf of the Board of Management



Dau Tran Trung
Chief Financial Officer
Authorised signatory

Hanoi, S.R. Vietnam
11 March 2025



**INDEPENDENT AUDITOR'S REPORT
TO THE OWNER OF FPT IS COMPANY LIMITED
(FORMERLY KNOWN AS FPT INFORMATION SYSTEM CORPORATION)**

We have audited the accompanying consolidated financial statements of FPT IS Company Limited (formerly known as FPT Information System Corporation) ("the Company") and its subsidiaries which were prepared on 31 December 2024 and approved by the Chief Financial Officer of the Company (as authorised by the Legal Representatives of the Company) on 11 March 2025. The consolidated financial statements comprise the consolidated balance sheet as at 31 December 2024, the consolidated income statement, the consolidated cash flows for year then ended, and explanatory notes to the consolidated financial statements including significant accounting policies, as set out on pages 5 to 46.

The Board of Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on the consolidated 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 standards and requirements and plan and perform the audit in order to obtain reasonable assurance as to whether the consolidated financial statements of the Company and its subsidiaries are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including an assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and true and fair presentation of the consolidated 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 internal control of the Company and its subsidiaries. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Auditor's Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as at 31 December 2024, the consolidated financial performance and the consolidated cash flows of the Company and its subsidiaries for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of consolidated financial statements.

Other Matter


The independent auditor's report is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Do Duc Hau
Audit Practising Licence:
No. 2591-2023-006-1
Authorised representative

Report reference number: HAN 3910
Ho Chi Minh City, 11 March 2025



Nguyen Ngoc Yen
Audit Practising Licence:
No. 5995-2023-006-1

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 01 – DN/HN****CONSOLIDATED BALANCE SHEET**

Code	ASSETS	Note	As at 31 December	
			2024 VND	2023 VND
100	CURRENT ASSETS		6,323,273,081,726	5,869,197,359,907
110	Cash and cash equivalents	3	483,377,398,221	1,059,784,371,561
111	Cash		395,156,287,959	518,204,476,055
112	Cash equivalents		88,221,110,262	541,579,895,506
120	Short-term investments		1,632,000,000,000	637,127,906,269
123	Investments held to maturity	4	1,632,000,000,000	637,127,906,269
130	Short-term receivables		3,568,713,678,236	3,351,800,614,732
131	Short-term trade accounts receivable	5	2,131,336,319,003	1,679,052,963,246
132	Short-term prepayments to suppliers		246,771,982,780	87,672,913,299
134	Contract-in-progress receivables	6	137,331,075,079	176,045,894,412
135	Short-term lendings	7(a)	1,130,000,000,000	1,621,825,000,000
136	Other short-term receivables	8(a)	225,938,746,851	189,002,600,805
137	Provision for doubtful debts – short-term	9(a)	(302,664,445,477)	(401,798,757,030)
140	Inventories	10	595,520,405,002	743,937,670,215
141	Inventories		601,584,670,247	748,408,770,819
149	Provision for decline in value of inventories		(6,064,265,245)	(4,471,100,604)
150	Other current assets		43,661,600,267	76,546,797,130
151	Short-term prepaid expenses	11(a)	42,314,692,773	60,687,373,150
152	Value added tax ("VAT") to be reclaimed		1,128,901,487	14,431,127,872
153	Tax and other receivables from the State		218,006,007	1,428,296,108
200	LONG-TERM ASSETS		558,325,691,494	523,058,646,373
210	Long-term receivables		9,206,599,413	9,948,196,802
215	Long-term lending	7(b)	171,825,000,000	-
216	Other long-term receivables	8(b)	9,206,599,413	9,948,196,802
219	Provision for doubtful debts – long term	9(b)	(171,825,000,000)	-
220	Fixed assets		367,587,932,367	392,317,940,084
221	Tangible fixed assets	12(a)	228,329,120,037	271,239,861,768
222	Historical cost		581,197,250,232	565,205,442,710
223	Accumulated depreciation		(352,868,130,195)	(293,965,580,942)
227	Intangible fixed assets	12(b)	139,258,812,330	121,078,078,316
228	Historical cost		320,727,046,401	256,082,557,416
229	Accumulated amortisation		(181,468,234,071)	(135,004,479,100)
240	Long-term assets in progress		30,908,975,873	7,963,528,414
242	Construction in progress	13	30,908,975,873	7,963,528,414
250	Long-term investments		9,030,726,896	-
252	Investments in associates and joint ventures	14	9,030,726,896	-
260	Other long-term assets		141,591,456,945	112,828,981,073
261	Long-term prepaid expenses	11(b)	97,211,383,067	87,952,552,817
262	Deferred income tax assets	15	44,380,073,878	24,876,428,256
270	TOTAL ASSETS		6,881,598,773,220	6,392,256,006,280

The notes on pages 9 to 46 are an integral part of these consolidated financial statements.

FPT IS COMPANY LIMITED
(Formerly known as FPT Information System Corporation)
Form B 01 – DN/HN
CONSOLIDATED BALANCE SHEET (CONTINUED)

Code	RESOURCES	Note	As at 31 December	
			2024 VND	2023 VND
300	LIABILITIES		5,006,628,109,819	4,743,252,573,614
310	Short-term liabilities		4,916,798,550,819	4,690,254,337,057
311	Short-term trade accounts payable	16	1,059,688,284,490	847,134,769,333
312	Short-term advances from customers	17	354,816,589,723	463,636,395,885
313	Tax and other payables to the State	18	121,252,633,974	53,173,947,879
314	Payables to employees		255,357,727,065	343,032,642,165
315	Short-term accrued expenses	19	318,656,175,545	286,177,639,236
317	Contract-in-progress payables	6	92,738,882,375	78,456,375,540
318	Short-term unearned revenue		110,944,184,841	89,152,392,491
319	Other short-term payables	20	433,395,504,593	460,192,134,649
320	Short-term borrowings	21(a)	2,031,948,592,511	1,953,716,038,198
321	Provision for short-term liabilities	22(a)	10,259,519,594	17,370,808,904
322	Bonus and welfare fund		127,740,456,108	98,211,192,777
330	Long-term liabilities		89,829,559,000	52,998,236,557
338	Long-term borrowings	21(b)	26,292,539,709	46,833,586,305
341	Deferred income tax liabilities	15	3,330,547,045	3,835,348,750
342	Provision for long-term liabilities	22(b)	60,014,375,963	2,137,205,219
343	Fund for scientific and technological development		192,096,283	192,096,283
400	OWNERS' EQUITY		1,874,970,663,401	1,649,003,432,666
410	Capital and reserves		1,872,220,663,401	1,646,253,432,666
411	Owners' capital	23, 24	1,300,000,000,000	1,100,000,000,000
417	Foreign exchange differences	24	1,444,929,743	1,097,176,868
421	Undistributed earnings	24	506,887,720,943	479,767,945,602
421a	- Undistributed post-tax profits of previous years		192,018,514,452	171,016,087,702
421b	- Undistributed post-tax profit of current year		314,869,206,491	308,751,857,900
429	Non-controlling interests	24	63,888,012,715	65,388,310,196
430	Budget sources and other funds		2,750,000,000	2,750,000,000
431	Budget sources		2,750,000,000	2,750,000,000
440	TOTAL RESOURCES		6,881,598,773,220	6,392,256,006,280

Vu Thi Mai
Preparer

Tran Khuong
Chief Accountant

Dau Tran Trung
Chief Financial Officer
Authorised signatory
11 March 2025

The notes on pages 9 to 46 are an integral part of these consolidated financial statements.

FPT IS COMPANY LIMITED
(Formerly known as FPT Information System Corporation)
Form B 02 – DN/HN
CONSOLIDATED INCOME STATEMENT

Code	Note	Year ended 31 December	
		2024 VND	2023 VND
01	Revenue from sales of goods and rendering of services	7,513,770,842,377	6,727,562,017,685
02	Less deductions	12,148,834,494	2,556,429,591
10	Net revenue from sales of goods and rendering of services (10 = 01 - 02)	7,501,622,007,883	6,725,005,588,094
11	Cost of goods sold and services rendered	5,982,237,494,606	5,338,225,350,633
20	Gross profit from sales of goods and rendering of services (20 = 10 - 11)	1,519,384,513,277	1,386,780,237,461
21	Financial income	148,355,812,557	200,697,300,100
22	Financial expenses	85,953,625,885	123,276,312,486
23	- Including: Interest expense	63,431,502,988	105,065,386,057
24	Loss sharing from joint ventures and associates	55,960,189	-
25	Selling expenses	642,522,491,147	677,371,718,508
26	General and administration expenses	517,502,261,816	404,511,777,987
30	Net operating profit (30 = 20 + (21 - 22) - (24 + 25 + 26))	421,705,986,797	382,317,728,580
31	Other income	34,494,649,699	50,801,505,456
32	Other expenses	16,075,827,373	5,639,545,754
40	Net other income (40 = 31 - 32)	18,418,822,326	45,161,959,702
50	Net accounting profit before tax (50 = 30 + 40)	440,124,809,123	427,479,688,282
51	Business income tax ("BIT") - current	109,164,356,663	77,669,708,498
52	BIT – deferred	(13,604,137,699)	6,740,952,866
60	Net profit after tax (60 = 50 - 51 - 52)	344,564,590,159	343,069,026,918
Attributable to:			
61	Owners of the parent company	345,660,292,640	343,057,619,883
62	Non-controlling interests	(1,095,702,481)	11,407,035

Vu Thi Mai
Preparer

Tran Khuong
Chief Accountant

Dau Tran Trung
Chief Financial Officer
Authorised signatory
11 March 2025

The notes on pages 9 to 46 are an integral part of these consolidated financial statements.


FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)*

Form B 03 – DN/HN

CONSOLIDATED CASH FLOW STATEMENT
(Indirect method)

		Year ended 31 December	
Code	Note	2024 VND	2023 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
01	Net accounting profit before tax	440,124,809,123	427,479,688,282
	Adjustments for:		
02	Depreciation and amortisation	111,288,174,377	88,124,563,046
03	Provisions	125,049,734,522	5,559,621,075
04	Unrealised foreign exchange loss/(gains)	1,731,707,748	(561,821,796)
05	Profits from investing activities	(126,673,540,345)	(168,423,431,118)
06	Interest expense	63,431,502,988	105,065,386,057
08	Operating profit before changes in working capital	614,952,388,413	457,244,005,546
09	(Increase)/decrease in receivables	(590,913,114,442)	132,615,597,953
10	Decrease in inventories	146,824,100,572	67,593,891,031
11	Increase/(decrease) in payables	93,700,657,932	(44,051,976,005)
12	Decrease/(increase) prepaid expenses	9,113,850,127	(38,072,858,216)
14	Interest paid	(61,887,400,708)	(110,341,274,831)
15	BIT paid	(67,785,978,167)	(73,590,642,526)
16	Other receipts from operating activities	35,000,000	338,000,000
17	Other payments on operating activities	(1,296,822,818)	(474,000,000)
20	Net cash inflows from operating activities	142,742,680,909	391,260,742,952
CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets	(109,676,668,082)	(117,669,779,686)
22	Proceeds from disposals of fixed assets and long-term assets	140,902,195	1,301,960,991
23	Loans granted, purchases of debt instruments of other entities	(4,712,100,000,000)	(4,163,727,906,269)
24	Collection of loans, proceeds from sales of debt instruments of other entities	4,037,227,906,269	3,704,283,499,948
25	Investments in other entities	(9,086,687,085)	(5,545,686,387)
27	Dividends and interest received	116,937,923,506	135,486,314,903
30	Net cash outflows from investing activities	(676,556,623,197)	(445,871,596,500)
CASH FLOWS FROM FINANCING ACTIVITIES			
31	Proceeds from capital contribution	200,000,000,000	-
33	Proceeds from borrowings	4,292,598,510,074	3,999,407,301,859
34	Repayments of borrowings	(4,234,907,002,357)	(3,597,967,496,877)
36	Dividends paid, profits distributed to owners	(300,404,595,000)	(2,102,894,993)
40	Net cash (outflows)/inflows from financing activities	(42,713,087,283)	399,336,909,989
50	Net (decrease)/increase in cash and cash equivalents	(576,527,029,571)	344,726,056,441
60	Cash and cash equivalents at beginning of year	1,059,784,371,561	714,961,722,093
61	Effect of foreign exchange differences	120,056,231	96,593,027
70	Cash and cash equivalents at end of year	483,377,398,221	1,059,784,371,561


Vu Thi Mai
Preparer


Tran Khuong
Chief Accountant


Dau Tran Trung
Chief Financial Officer
Authorised signatory
11 March 2025

The notes on pages 9 to 46 are an integral part of these consolidated financial statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

1 GENERAL INFORMATION

FPT IS Company Limited (formerly known as FPT Information System Corporation) ("the Company") is a limited liability company of one member established in SR Vietnam pursuant to the Enterprise Registration Certificate No. 0104128565 which was issued by the Hanoi Department of Planning and Investment on 13 August 2009. The latest amendment (32nd) to the Enterprise Registration Certificate was issued on 9 May 2024.

The Company's principal activities are to provide services on designing, implementing, installing software and system integration; trading electronic and telecommunication equipment and components; providing repair, warranty and maintenance services of computers and peripheral devices; and other information technology services.

The normal business cycle of the Company is 12 months.

As at 31 December 2024, the Company had 6 subsidiaries and 1 joint venture. The details are as follows:

(i) Subsidiaries

Subsidiaries	Main activities	Place of registration	As at 31/12/2024 and 31/12/2023	
			Ownership	Voting rights
FPT Information System (Cambodia) Pte., Ltd.	System integration, services and software solutions	Cambodia	100%	100%
Investment and Development of National E-procurement System Co., Ltd.	Providing e-commerce application solutions in governmental procurement	Vietnam	100%	100%
FPT Technology Solutions Co., Ltd.	System integration, services and software solutions	Vietnam	100%	100%
Telehouse International Corporation of Vietnam	Data center services	Vietnam	51%	51%
FPT Semiconductor Joint Stock Company	Manufacturing semiconductor	Vietnam	94.99%	94.99%
Techup Communication Joint Stock Company	Publishing software	Vietnam	73.75%	73.75%

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

1 GENERAL INFORMATION (CONTINUED)

(ii) Joint ventures

Joint venture	Main activities	Place of registration	As at 31.12.2024	
			Ownership	Voting rights
PT FPT Metrodata Indonesia	Providing information technology solutions and services	Indonesia	40%	40%

As at 31 December 2024, the Company and its subsidiaries had 3,802 employees (as at 31 December 2023: 3,301 employees).

Disclosure of information comparability in the consolidated financial statements:

The comparative figures presented on the consolidated financial statements year ended 31 December 2024 are those of the audited consolidated financial statements for the year ended 31 December 2023.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of consolidated financial statements

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

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

The consolidated financial statements in the Vietnamese language are the official statutory consolidated financial statements of the Company and its subsidiaries. The consolidated financial statements in the English language have been translated from the Vietnamese version.

2.2 Financial year

The financial year of the Company and its subsidiaries is from 1 January to 31 December.

2.3 Currency

The consolidated financial statements are measured and presented in Vietnamese Dong ("VND" or "Dong").

On consolidation, if the currencies used on the financial statements of subsidiaries are different from that of the Company, the Company translates those financial statements into the currency used in the consolidated financial statements under the following principles:

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Currency (continued)

- Assets, liabilities and goodwill incurred on acquisition of overseas subsidiaries is translated at actual exchange rate at the year end;
- Undistributed earnings/(accumulated losses) are translated based on the translation of income and expenses in the income statement;
- Profits already paid are translated at the actual exchange rate at the date of payment;
- Items of the income statement and the cash flow statement are translated at the average exchange rate of the financial year if it approximates the actual rate at the time of the transaction (with the difference not exceeding 2%);
- The cumulative amount of exchange differences is presented in a separate component of equity. Accumulated exchange differences arising from translation and attributable to the Company are presented in "Foreign exchange differences". Those arising from translation and attributable to non-controlling interests are allocated to "Non-controlling interests". Accumulated exchange differences arising from translation of unamortised goodwill are attributable to the Company; and
- Upon disposal, the accumulated exchange difference relating to that subsidiary is recognised as financial income or financial expense.

2.4 Exchange rates

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

Monetary assets and liabilities denominated in foreign currencies at the consolidated balance sheet date are respectively translated at the buying and selling exchange rates at the consolidated balance sheet date of the commercial bank(s) where with which the Company and its subsidiaries regularly transact. Foreign exchange differences arising from these translations are recognised in the consolidated income statement.

2.5 Basis of consolidation

Subsidiaries

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.5 Basis of consolidation (continued)*****Subsidiaries (continued)***

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

Inter-company transactions, balances and unrealised gains and losses on transactions between subsidiaries and the parent company or among the subsidiaries are eliminated.

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

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

Non-controlling transactions and interests

The Company and its subsidiaries apply a policy for transactions with non-controlling interests as transactions with third parties.

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

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

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.5 Basis of consolidation (continued)*****Joint ventures and associates***

A joint venture is a contractual agreement by two or more parties to jointly conduct an economic activity, which is jointly controlled by the joint venture capital partners. Associates are investments that the Company and its subsidiaries have significant influence but not control over and the Company and its subsidiaries would generally have from 20% to less than 50% of the voting rights of the investee. Investments in joint ventures and associates are accounted for using the equity method of accounting and are initially recognised at cost. The Company and its subsidiaries' investment in joint ventures and associates includes goodwill identified on acquisition, net of any accumulated impairment loss.

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

Accounting policies of joint ventures and associates have been changed where necessary to ensure consistency with the policies adopted by the Company and its subsidiaries.

Unrealised gains and losses on transactions between the Company and its subsidiaries and its joint ventures and associates are eliminated to the extent of the Company and its subsidiaries' interest in the joint ventures and associates.

2.6 Cash and cash equivalents

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

2.7 Receivables

Receivables represent trade receivables from customers arising from sales of goods and rendering of services or non-trade receivables from others and are stated at cost.

Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (exclusive of the payment rescheduling between parties) or based on the estimated loss that may arise. Bad debts are written off when identified as uncollectible.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.7 Receivables (continued)**

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

2.8 Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the first-in first-out method and includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

The Company and its subsidiaries apply the perpetual system for inventories.

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

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

Investments held to maturity are investments which the Company and its subsidiaries have a positive intention and ability to hold until maturity.

Investments held to maturity include term deposits and other investments held to maturity. Those investments are initially accounted for at cost. Subsequently, the Board of Management reviews all outstanding investments to determine the amount of provision to recognise at the year end.

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

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

(b) Investments in associates and joint ventures

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.10 Lendings**

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

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

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

2.11 Contracts on software development and system integration

The Company applies the following accounting policies for contracts on software development and system integration.

When the outcome of a contract can be estimated reliably, and the contractor is paid for the works performed and certified by the customers, contract revenue and contract costs are recognised over the period of the contract as revenue and expenses respectively for the work performed and confirmed by the customers.

When the outcome of a contract on software development and system integration cannot be reliably estimated, contract revenue is recognised to the extent of contract costs incurred where it is probable those costs will be recoverable. Contract costs are only recognised when incurred during the year.

The aggregate of the costs incurred, and the profit or loss recognised on each contract is compared against the progress billings up to the year end. Where costs incurred and profits recognised (less recognised losses) exceed progress billings, the balance is presented as contracts-in-progress receivables. Where progress billings exceed costs incurred plus recognised profits (less recognised losses), the balance is presented as payables for construction contracts-in-progress..

2.12 Fixed assets*Tangible fixed assets and intangible fixed assets*

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.12 Fixed assets (continued)

Depreciation and amortisation

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

Buildings and structures	15 – 25 years
Machinery and equipment	3 – 15 years
Motor vehicles	6 – 10 years
Office equipment	3 – 7 years
Other tangible fixed assets	3 – 7 years
Copyrights	3 years
Computer softwares	3 – 5 years
Other intangible fixed assets	3 years

Disposals

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

Construction in progress

Construction in progress represents the cost of assets in the course of installation or construction for production, rental or administrative purposes, or for purposes not yet determined, which are recorded at cost. Depreciation of these assets, on the same basis as other fixed assets, commences when the assets are ready for their intended use.

2.13 Leased assets

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

2.14 Prepaid expenses

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.15 Payables**

Classifications of payables are based on their nature as follows:

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

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

2.16 Borrowings

Borrowings include borrowings from banks, financial institutions, financial companies and other entities.

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

Borrowing costs that are directly attributable to the construction or production of any qualifying assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use. In respect of general-purpose borrowing, a portion of which is used for the purpose of construction or production of any qualifying assets, the Company and its subsidiaries determine the amount of borrowing costs eligible for capitalisation by applying a capitalisation rate to the weighted average expenditure on the assets. The capitalisation rate is the weighted average of the interest rates applicable to the borrowings that are outstanding during the year, other than borrowings made specifically for the purpose of obtaining a qualifying asset. Other borrowing costs are recognised in the consolidated income statement when incurred.

2.17 Accrued expenses

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

2.18 Provisions

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.18 Provisions (continued)

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

2.19 Unearned revenue

Unearned revenue comprises the amounts that customers have paid in advance for one or many accounting periods mainly for repair and maintenance services paid by the customers but not yet rendered. The Company and its subsidiaries record unearned revenue for the future obligations that the Company and its subsidiaries have to fulfil. Unearned revenue is recognised as revenue in the consolidated income statement during the year to the extent that revenue recognition criteria have been met.

2.20 Capital and reserves

Owners' capital is recorded according to the actual amounts contributed.

Foreign exchange differences are foreign exchange differences arising from translating financial statements of subsidiaries prepared in foreign currencies into VND for consolidation purpose (Note 2.3).

Undistributed earnings record the results after BIT of the Company and its subsidiaries at the reporting date.

2.21 Appropriation of profit

The profit distribution of the Company is recognised as a liability in the consolidated financial statements in the year in which the profit distributions are approved by the owner of the Company.

Net profit after BIT could be distributed after the owner's approval, and after appropriation to other funds in accordance with the charter and Vietnamese regulations of the Company and its subsidiaries.

The funds of the Company and its subsidiaries are as below:

Bonus and welfare fund

Bonus and welfare fund is appropriated from net profit after BIT and subject to the Chairperson's approval. This fund is presented as a liability on the consolidated balance sheet. The fund is used for employees' performance appraisal and improving the employees' welfare.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.22 Revenue recognition

(a) Revenue from sales of goods

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

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

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

Revenue is recognised in accordance with the “substance over form” principle and allocated to each sale obligation.

(b) Revenue from contracts on software development and system integration

Revenue from contracts on software development and system integration is recognised in the consolidated income statement by reference to the percentage of completion of transactions at the year end. The percentage of completion is based on the work performed and confirmed by the customers. When the performance of the contracts cannot be reliably estimated, the revenue is recognised only as the equivalent of the incurred contract costs, with which the reimbursement is relatively certain.

(c) Revenue from rendering of services

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

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.22 Revenue recognition (continued)****(d) Interest income**

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

- It is probable that economic benefits will be generated;
- Income can be measured reliably.

(e) Distributable profits income

Income from distributable profits is recognised in the consolidated income statement when both (2) of the following conditions are satisfied:

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

Income from distributable profits is recognised when the Company and its subsidiaries have established receiving rights from investees.

2.23 Sales deductions

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

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

2.24 Cost of goods sold and services rendered

Cost of goods sold and services rendered are cost of finished goods, merchandise sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis.

2.25 Financial expenses

Financial expenses are expenses incurred in the year for financial activities mainly including interest expense, provision for diminution in value of investments in other entities, and losses from foreign exchange differences.

2.26 Selling expenses

Selling expenses represent expenses that are incurred in the process of selling products, goods, and providing services of the Company and its subsidiaries.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.27 General and administration expenses**

General and administration expenses represent expenses that are incurred for the administrative purposes of the Company and its subsidiaries.

2.28 Current and deferred income tax

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

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

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

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

2.29 Related parties

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

In considering its relationships with each related party, the Company and its subsidiaries consider the substance of the relationships, not merely the legal form.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.30 Critical accounting estimates

The preparation of the consolidated financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of consolidated financial statements requires the Board of Management 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 consolidated financial statements and the reported amounts of revenues and expenses during the financial year.

The areas involving significant estimates and assumptions in consolidated financial statements are as follows:

- Provision for doubtful debts (Notes 2.7 and 9);
- Provision for decline in value of inventories (Notes 2.8 and 10);
- Estimation of percentage of completion for service projects (Note 2.11);
- Estimated useful lives of fixed assets (Notes 2.12 and 12); and
- BIT (Notes 2.28 and 33).

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a material financial impact on the consolidated financial statements of the Company and its subsidiaries and that are assessed by the Board of Management to be reasonable under the circumstances.

3 CASH AND CASH EQUIVALENTS

	31/12/2024 VND	31/12/2023 VND
Cash on hand	641,911,824	646,294,203
Cash at banks	394,514,376,135	517,558,181,852
Cash equivalents (*)	88,221,110,262	541,579,895,506
	<u>483,377,398,221</u>	<u>1,059,784,371,561</u>

- (*) Included deposits of the Company amounting to VND 87,221,110,262 as at 31 December 2024 (as at 31 December 2023: VND 483,979,895,506) at the centralised accounts of FPT Corporation, the parent company, which are centrally managed by the parent company in accordance with the agreement among banks, the Company and the parent company (Note 35(b)). Accordingly, when needed, the Company and its subsidiaries can withdraw money from the centralised accounts at their discretion without encountering any significant difficulty or withdrawal risks.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

4 INVESTMENTS HELD TO MATURITY

	31/12/2024		31/12/2023	
	Cost VND	Book value VND	Cost VND	Book value VND
Time deposits	1,632,000,000,000	1,632,000,000,000	637,127,906,269	637,127,906,269

Included term deposits at commercial banks with the original terms of more than 3 months and the remaining terms of less than 12 months. Interest rates are specified for each deposit contract.

5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	31/12/2024 VND	31/12/2023 VND
Related parties (Note 35(b))	346,694,496,569	68,599,967,193
Third parties	1,784,641,822,434	1,610,452,996,053
Including:		
- Joint Stock Commercial Bank for Foreign Trade of Vietnam	244,137,624,960	272,788,157,481
- Others	1,540,504,197,474	1,337,664,838,572
	<u>2,131,336,319,003</u>	<u>1,679,052,963,246</u>

6 CONTRACT-IN-PROGRESS RECEIVABLES/PAYABLES

	31/12/2024 VND	31/12/2023 VND
Contracts in-progress as at the year end		
- Contract-in-progress receivables	137,331,075,079	176,045,894,412
- Contract-in-progress payables	(92,738,882,375)	(78,456,375,540)
	<u>44,592,192,704</u>	<u>97,589,518,872</u>
Accumulated revenue from contracts in-progress until the balance sheet date	1,708,144,021,069	1,166,211,264,033
Less: Progress billings	(1,663,551,828,365)	(1,068,621,745,161)
Contracts in-progress receivables	<u>44,592,192,704</u>	<u>97,589,518,872</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

7 LENDINGS

	31/12/2024 VND	31/12/2023 VND
(a) Short-term		
Related parties (Note 35(b)) (i)	1,130,000,000,000	1,450,000,000,000
Third parties	-	171,825,000,000
Including:		
Sendo Technology Joint Stock Company (ii)	-	171,825,000,000
	<u>1,130,000,000,000</u>	<u>1,621,825,000,000</u>
(b) Long-term		
Third parties	171,825,000,000	-
Including:		
- Sendo Technology Joint Stock Company (ii)	<u>171,825,000,000</u>	<u>-</u>

(i) The balance includes unsecured loans to the parent company with maturities of less than 12 months and interest rates specified in each loan agreement.

(ii) The balance includes convertible loans to Sendo Technology Joint Stock Company with the original terms of one year from the loan disbursement date and interest rates of 6.0% per annum. In 2024, these loans were extended to 13 August 2026. As at 31 December 2024, the Company has made full provisions for these loans due to low recoverability.

8 OTHER RECEIVABLES

	31/12/2024 VND	31/12/2023 VND
(a) Short-term		
Receivables from maintenance service contracts	123,974,392,686	121,636,913,604
Interest income	72,462,063,253	62,596,909,794
Others	29,502,290,912	4,768,777,407
	<u>225,938,746,851</u>	<u>189,002,600,805</u>
(b) Long-term		
Deposits	<u>9,206,599,413</u>	<u>9,948,196,802</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

9 DOUBTFUL DEBTS

(a) Short-term

31/12/2024			
	Cost VND	Recoverable amount VND	Provision VND
Receivables, lendings that were past due or not past due but doubtful	455,145,889,455	152,481,443,978	302,664,445,477
Including:			
- Sendo Technology Joint Stock Company	32,883,068,232	-	32,883,068,232
- Others	422,262,821,223	152,481,443,978	269,781,377,245
31/12/2023			
	Cost VND	Recoverable amount VND	Provision VND
Receivables, lendings that were past due or not past due but doubtful	524,248,515,387	122,449,758,357	401,798,757,030
Including:			
- Sendo Technology Joint Stock Company	194,370,323,023	-	194,370,323,023
- Others	329,878,192,364	122,449,758,357	207,428,434,007

(b) Long-term

31/12/2024			
	Cost VND	Recoverable amount VND	Provision VND
Receivables, lendings that were past due or not past due but doubtful	171,825,000,000	-	171,825,000,000
Including:			
- Sendo Technology Joint Stock Company	171,825,000,000	-	171,825,000,000
31/12/2023			
	Cost VND	Recoverable amount VND	Provision VND
Receivables, lendings that were past due or not past due but doubtful	-	-	-

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

10 INVENTORIES

	31/12/2024		31/12/2023	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	19,368,902,314	-	2,555,495,758	-
Tools, supplies	692,449,052	-	588,271,584	-
Work in progress	474,544,818,280	-	495,315,416,144	-
Merchandise	106,532,557,032	(6,064,265,245)	249,495,803,764	(4,471,100,604)
Goods on consignment	445,943,569	-	453,783,569	-
	<u>601,584,670,247</u>	<u>(6,064,265,245)</u>	<u>748,408,770,819</u>	<u>(4,471,100,604)</u>

11 PREPAID EXPENSES

	31/12/2024 VND	31/12/2023 VND
(a) Short-term		
Prepaid expenses for on-going projects	20,064,393,628	38,059,208,769
Office rental, repair and maintenance costs	16,005,875,866	16,883,240,486
Others	6,244,423,279	5,744,923,895
	<u>42,314,692,773</u>	<u>60,687,373,150</u>
(b) Long-term		
Office rental, repair and maintenance costs	50,488,451,996	37,580,684,483
Prepaid expenses for on-going projects	27,286,306,901	36,053,262,641
Computer system, electronic equipment	15,333,605,133	12,108,424,193
Others	4,103,019,037	2,210,181,500
	<u>97,211,383,067</u>	<u>87,952,552,817</u>

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

Form B 09 - DN/HN

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

12 FIXED ASSETS

(a) Tangible fixed assets

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
Historical cost						
As at 1 January 2024	129,077,134,093	179,043,371,277	24,046,713,126	230,861,731,465	2,176,492,749	565,205,442,710
New purchases in the year	-	235,031,080	538,000,000	15,779,801,204	-	16,552,832,284
Disposals	-	(168,100,000)	-	(392,924,762)	-	(561,024,762)
As at 31 December 2024	129,077,134,093	179,110,302,357	24,584,713,126	246,248,607,907	2,176,492,749	581,197,250,232
Accumulated depreciation						
As at 1 January 2024	(32,412,815,082)	(98,936,460,300)	(14,914,583,568)	(145,676,030,441)	(2,025,691,551)	(293,965,580,942)
Charge for the year	(6,274,179,883)	(11,747,011,595)	(2,757,902,198)	(38,385,560,339)	(81,995,315)	(59,246,649,330)
Disposals	-	88,028,833	-	256,071,244	-	344,100,077
As at 31 December 2024	(38,686,994,965)	(110,595,443,062)	(17,672,485,766)	(183,805,519,536)	(2,107,686,866)	(352,868,130,195)
Net book value						
As at 1 January 2024	96,664,319,011	80,106,910,977	9,132,129,558	85,185,701,024	150,801,198	271,239,861,768
As at 31 December 2024	90,390,139,128	68,514,859,295	6,912,227,360	62,443,088,371	68,805,883	228,329,120,037

The historical cost of tangible fixed assets that were fully depreciated but still in use as at 31 December 2024 was VND 215,314,429,413 (as at 31 December 2023: VND 180,736,835,629).

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

Form B 09 - DN/HN

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

12 FIXED ASSETS (CONTINUED)

(b) Intangible fixed assets

	Copyrights, patents VND	Computer softwares VND	Others VND	Total VND
Historical cost				
As at 1 January 2024	4,843,072,652	250,807,277,401	432,207,363	256,082,557,416
New purchases in the year	-	15,123,047,996	-	15,123,047,996
Transfers from construction-in-progress (Note 13)	-	51,111,064,564	-	51,111,064,564
Disposals	-	(1,589,623,575)	-	(1,589,623,575)
As at 31 December 2024	4,843,072,652	315,451,766,386	432,207,363	320,727,046,401
Accumulated amortisation				
As at 1 January 2024	(586,316,487)	(133,985,955,250)	(432,207,363)	(135,004,479,100)
Charge for the year	(1,588,666,666)	(46,464,711,880)	-	(48,053,378,546)
Disposals	-	1,589,623,575	-	1,589,623,575
As at 31 December 2024	(2,174,983,153)	(178,861,043,555)	(432,207,363)	(181,468,234,071)
Net book value				
As at 1 January 2024	4,256,756,165	116,821,322,151	-	121,078,078,316
As at 31 December 2024	2,668,089,499	136,590,722,831	-	139,258,812,330

The historical cost of intangible fixed assets that were fully amortised but still in use as at 31 December 2024 was VND 95,706,243,244 (as at 31 December 2023: VND 90,648,752,118).

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 - DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****13 CONSTRUCTION IN PROGRESS**

Details of construction in progress by project are as follows:

	31/12/2024 VND	31/12/2023 VND
Office renovation	5,511,415,903	-
Software development projects	25,397,559,970	7,963,528,414
	<u>30,908,975,873</u>	<u>7,963,528,414</u>

Movements in construction in progress during the year were as follows:

	31/12/2024 VND	31/12/2023 VND
Beginning of the year	7,963,528,414	20,457,943,130
Purchases	74,056,512,023	44,646,734,800
Transfers to intangible fixed assets (Note 12(b))	(51,111,064,564)	(57,141,149,516)
	<u>30,908,975,873</u>	<u>7,963,528,414</u>

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

Form B 09 - DN/HN

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

14 INVESTMENTS IN ASSOCIATES AND JOINT VENTURES

	31/12/2024				31/12/2023			
	Ownership %	Cost VND	Provision VND	Fair value VND	Ownership VND	Cost VND	Provision VND	Fair value VND
PT FPT Metrodata Indonesia	40%	9,030,726,896	-	(*)	-	-	-	(*)

(*) Disclosure of fair value: As at 31 December 2024 and 31 December 2023, the Company had not determined the fair value of this investment for disclosure in the consolidated financial statements because it did not have price on the market. The fair value of such investment may differ to its book value.

Movements of investments in associates and joint ventures in the year were as follows:

	2024 VND	2023 VND
Beginning of the year	-	-
Increase in investments in associates and joint ventures in the year (Note 35(a))	9,086,687,085	-
The Company and its subsidiaries' share of loss in the business results of joint ventures and associates	(55,960,189)	-
Ending of the year	9,030,726,896	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

15 DEFERRED INCOME TAX

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

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

Deferred income tax assets

	2024 VND	2023 VND
Beginning of year	24,876,428,256	28,408,829,782
Income statement credit/(charge) (Note 33)	13,099,335,994	(5,159,774,124)
Charged to equity	6,404,309,628	-
Acquisition of a subsidiaries	-	1,627,372,598
Ending of year	<u>44,380,073,878</u>	<u>24,876,428,256</u>

Deferred income tax liabilities

	2024 VND	2023 VND
Beginning of year	3,835,348,750	2,254,170,008
Income statement (credit)/charge (Note 33)	(504,801,705)	1,581,178,742
Ending of year	<u>3,330,547,045</u>	<u>3,835,348,750</u>

16 SHORT-TERM TRADE ACCOUNTS PAYABLE

	31/12/2024		31/12/2023	
	Value VND	Able-to-pay amount VND	Value VND	Able-to-pay amount VND
Related parties (Note 35(b))	352,407,342,607	352,407,342,607	173,466,946,755	173,466,946,755
Third parties	707,280,941,883	707,280,941,883	673,667,822,578	673,667,822,578
	<u>1,059,688,284,490</u>	<u>1,059,688,284,490</u>	<u>847,134,769,333</u>	<u>847,134,769,333</u>

As at 31 December 2024 and 31 December 2023, there were no third-party suppliers who had a balance accounting for 10% or more of total short-term trade accounts payable.

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 - DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****17 SHORT-TERM ADVANCES FROM CUSTOMERS**

	31/12/2024	31/12/2023
	VND	VND
Related parties (Note 35(b))	4,353,147,600	2,633,937,373
Third parties	350,463,442,123	461,002,458,512
<i>Including:</i>		
- <i>Joint Stock Commercial Bank for</i>		
<i>Foreign Trade of Vietnam</i>	83,597,561,869	156,223,682,353
- <i>Ho Chi Minh National Academy of Politics</i>	-	76,067,282,942
- <i>Others</i>	266,865,880,254	228,711,493,217
	<u>354,816,589,723</u>	<u>463,636,395,885</u>

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)*

Form B 09 - DN/HN

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****18 TAX AND OTHER PAYABLES TO THE STATE**

Movements in tax and other payables to the State during the year were as follows:

	As at 1/1/2024 VND	Payables in the year VND	Offset during the year VND	Paid during the year VND	As at 31/12/2024 VND
Output VAT	10,032,392,425	506,277,694,616	(423,194,518,566)	(60,122,304,511)	32,993,263,964
VAT of import goods	-	132,640,436,966	(57,927,258)	(132,582,509,708)	-
Export, import tax	-	421,033,412	-	(421,033,412)	-
BIT	33,746,483,707	109,040,618,617	-	(67,785,978,167)	75,001,124,157
Personal income tax	5,093,051,641	131,215,130,113	-	(129,067,357,879)	7,240,823,875
Foreign contractor withholding tax	4,302,020,106	87,088,762,356	-	(85,373,360,484)	6,017,421,978
Other taxes	-	2,035,875,932	-	(2,035,875,932)	-
	<u>53,173,947,879</u>	<u>968,719,552,012</u>	<u>(423,252,445,824)</u>	<u>(477,388,420,093)</u>	<u>121,252,633,974</u>

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****19 SHORT-TERM ACCRUED EXPENSES**

	31/12/2024 VND	31/12/2023 VND
Accrued expenses for system integration projects	316,123,125,768	284,495,509,172
Others	2,533,049,777	1,682,130,064
	<u>318,656,175,545</u>	<u>286,177,639,236</u>

20 OTHER PAYABLES

	31/12/2024 VND	31/12/2024 VND
Related parties (Note 35(b))	384,928,944,025	435,023,925,854
Including:		
- Payable to the parent company - profit distribution	250,000,000,000	300,000,000,000
- Payable to the parent company - Tan Thuan Project	134,899,329,954	134,899,329,954
- Others	29,614,071	124,595,900
Third parties	48,466,560,568	25,168,208,795
	<u>433,395,504,593</u>	<u>460,192,134,649</u>

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

Form B 09 – DN/HN

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

21 BORROWINGS

(a) Short-term

	As at 1/1/2024 VND	Increase VND	Current portion of long-term borrowings VND	Decrease VND	As at 31/12/2024 VND
Short-term borrowings					
Borrowings from banks (*)	1,933,174,991,602	4,292,598,510,074	-	(4,214,365,955,761)	2,011,407,545,915
Current portion of long-term borrowings					
Borrowings from banks (*)	20,541,046,596	-	20,541,046,596	(20,541,046,596)	20,541,046,596
	1,953,716,038,198	4,292,598,510,074	20,541,046,596	(4,234,907,002,357)	2,031,948,592,511

(b) Long-term

	As at 1/1/2024 VND	Increase VND	Current portion of long-term borrowings VND	Decrease VND	As at 31/12/2024 VND
Borrowings from banks (*)	46,833,586,305	-	(20,541,046,596)	-	26,292,539,709

(*) Included unsecured borrowings in VND from commercial banks with interest rates from 2.8% per annum to 7.35% per annum (2023: 1.2% per annum to 10.5% per annum).

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****22 PROVISIONS**

	31/12/2024 VND	31/12/2023 VND
(a) Short-term		
Provision for product warranty	4,777,723,960	6,252,922,505
Others	5,481,795,634	11,117,886,399
	<u>10,259,519,594</u>	<u>17,370,808,904</u>
(b) Long-term		
Provision for upgradation costs of the e-GP system before the transfer date to the Ministry of Planning and Investment	56,783,974,142	-
Provision for product warranty	3,230,401,821	2,137,205,219
	<u>60,014,375,963</u>	<u>2,137,205,219</u>

23 OWNER'S CAPITAL

	<u>Charter capital and contributed capital</u>	
	VND	%
FPT Corporation	<u>1,300,000,000,000</u>	<u>100</u>

Pursuant to the 32nd amendment to the Enterprise Registration Certificate No. 0104128565 dated 9 May 2024, the charter capital of the Company is VND 1,300,000,000,000 which has been fully contributed.

FPT IS COMPANY LIMITED

(Formerly known as FPT Information System Corporation)

Form B 09 – DN/HN

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

24 MOVEMENTS IN OWNER'S EQUITY

	Owner's capital VND	Foreign exchange differences VND	Undistributed earnings VND	Non-control interests VND	Total VND
As at 1 January 2023	1,100,000,000,000	880,897,774	471,016,087,702	65,085,868,261	1,636,982,853,737
Net profit for the year	-	-	343,057,619,883	11,407,035	343,069,026,918
Appropriation to Bonus and welfare fund	-	-	(34,305,761,983)	-	(34,305,761,983)
Profit distribution (Note 35(a))	-	-	(300,000,000,000)	(2,102,895,000)	(302,102,895,000)
Others	-	216,279,094	-	2,393,929,900	2,610,208,994
As at 31 December 2023	1,100,000,000,000	1,097,176,868	479,767,945,602	65,388,310,196	1,646,253,432,666
Capital increase during the year (*)	200,000,000,000	-	-	-	200,000,000,000
Net profit for the year	-	-	345,660,292,640	(1,095,702,481)	344,564,590,159
Appropriation to Bonus and welfare fund (**)	-	-	(30,791,086,149)	-	(30,791,086,149)
Profit distribution (Note 35(a)) (***)	-	-	(250,000,000,000)	(404,595,000)	(250,404,595,000)
Others	-	347,752,875	(37,749,431,150)	-	(37,401,678,275)
As at 31 December 2024	1,300,000,000,000	1,444,929,743	506,887,720,943	63,888,012,715	1,872,220,663,401

(*) Pursuant to the Decision No. 58/QĐ-FIS dated 2 April 2024, the owner contributed an additional charter capital of VND 200,000,000,000. The capital increase was completed on 2 April 2024.

(**) Appropriation to the bonus and welfare fund was made in accordance with the Decision No. 1587/24/QĐ-FPTIS dated 31 December 2024.

(***) The Company distributed profits to the owner with a total amount of VND 250,000,000,000 pursuant to the Decision No. 191/QĐ/FPT. As at 31 December 2024, the profit distribution has not been paid by the Company to the owner and is recorded as other payables in the consolidated financial statements (Note 20).

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****25 OFF BALANCE SHEET ITEMS**

	31/12/2024 VND	31/12/2023 VND
Consignment goods		
Customers' consignment goods	130,273,194,158	101,894,297,738
Foreign currency		
US Dollars	382,341.88	1,377,299.82
Japanese Yen	79,042,385.00	1,857,523.00
Bangladeshi Taka	46,662,109.64	115,890,429.26

26 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	2024 VND	2023 VND
Revenue		
Revenue from sales of goods	4,547,913,671,842	4,117,659,172,024
Revenue from rendering of services	2,965,857,170,535	2,609,902,845,661
	<u>7,513,770,842,377</u>	<u>6,727,562,017,685</u>
Sales deductions		
Sale allowances	-	(1,829,441,091)
Sale returns	(1,135,250,000)	(678,876,000)
Trade discounts	(11,013,584,494)	(48,112,500)
	<u>(12,148,834,494)</u>	<u>(2,556,429,591)</u>
Net revenue from sales of goods and rendering of services		
Revenue from sales of goods	4,536,972,484,848	4,115,102,742,433
Revenue from rendering of services	2,964,649,523,035	2,609,902,845,661
	<u>7,501,622,007,883</u>	<u>6,725,005,588,094</u>

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****27 COST OF GOODS SOLD AND SERVICES RENDERED**

	2024 VND	2023 VND
Cost of goods sold	3,961,001,029,799	3,562,742,783,901
Cost of services rendered	2,019,643,300,166	1,779,351,913,330
Additional/(reversal of) provision for decline in value of inventories	1,593,164,641	(3,869,346,598)
	<u>5,982,237,494,606</u>	<u>5,338,225,350,633</u>

28 FINANCIAL INCOME

	2024 VND	2023 VND
Interest income from deposits and lendings	126,761,652,302	168,179,158,391
Foreign exchange gains	21,594,160,255	32,518,141,709
	<u>148,355,812,557</u>	<u>200,697,300,100</u>

29 FINANCIAL EXPENSES

	2024 VND	2023 VND
Interest expense	63,431,502,988	105,065,386,057
Foreign exchange losses	22,522,122,897	18,210,926,429
	<u>85,953,625,885</u>	<u>123,276,312,486</u>

30 SELLING EXPENSES

	2024 VND	2023 VND
Staff costs	418,365,209,337	462,486,675,365
External services	141,911,058,831	141,949,135,611
Depreciation and amortisation	20,267,779,502	19,541,278,172
Others	61,978,443,477	53,394,629,360
	<u>642,522,491,147</u>	<u>677,371,718,508</u>

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****31 GENERAL AND ADMINISTRATION EXPENSES**

	2024 VND	2023 VND
Staff costs	276,019,072,638	242,377,351,933
External services	82,414,567,491	76,778,853,440
Provisions for doubtful debts	72,601,150,570	28,263,665,558
Depreciation and amortisation	12,146,321,384	13,033,640,470
Others	74,321,149,733	44,058,266,586
	<u>517,502,261,816</u>	<u>404,511,777,987</u>

32 OTHER INCOME AND OTHER EXPENSES

	2024 VND	2023 VND
Other income		
Gains on disposals of fixed assets	140,902,195	1,301,960,991
Rewards received from business partners	28,553,955,637	44,256,073,811
Others	5,799,791,867	5,243,470,654
	<u>34,494,649,699</u>	<u>50,801,505,456</u>
Other expenses		
Losses on disposals of fixed assets	(173,053,963)	(1,057,688,264)
Penalties and fines	(9,492,932,914)	(3,082,733,785)
Others	(6,409,840,496)	(1,499,123,705)
	<u>(16,075,827,373)</u>	<u>(5,639,545,754)</u>
Net other income	<u>18,418,822,326</u>	<u>45,161,959,702</u>

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****33 BIT**

The BIT tax on the Company and subsidiaries' accounting profit before tax differs from the theoretical amount that would arise using the applicable tax rate of 20% as follows:

	2024 VND	2023 VND
Net accounting profit before tax	440,124,809,123	427,479,688,282
Tax calculated at a rate of 20%	88,024,961,825	85,495,937,656
Effect of:		
Expenses not deductible for tax purposes	3,030,263,025	1,048,148,707
Temporary differences for which no deferred tax was recognised	2,078,741,079	585,495,011
Tax exemptions/deductions	(2,425,670,449)	(4,269,112,845)
Others	4,851,923,484	1,550,192,835
BIT charge (*)	<u>95,560,218,964</u>	<u>84,410,661,364</u>
Charged/(credited) to the consolidated income statement:		
BIT – current	109,164,356,663	77,669,708,498
BIT – deferred (Note 15)	(13,604,137,699)	6,740,952,866
	<u>95,560,218,964</u>	<u>84,410,661,364</u>

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

34 COSTS OF OPERATION BY FACTOR

Costs of operation by factor represent all costs incurred during the year from the Company and its subsidiaries' operating activities. The details are as follows:

	2024 VND	2023 VND
Raw materials and merchandise	3,973,186,747,999	3,517,844,722,364
External services	1,280,868,054,797	1,393,718,646,425
Staff costs	1,387,227,614,355	1,271,018,484,347
Depreciation and amortisation	107,201,689,999	88,124,563,046
Others	373,007,542,555	103,938,582,909
	<u>7,121,491,649,705</u>	<u>6,374,644,999,091</u>

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****35 RELATED PARTY DISCLOSURES**

During the year, the Company had transactions with the following major related parties:

Related parties (*)	Relationship
FPT Corporation	Parent company
PT FPT Metrodata Indonesia	Joint venture
FPT Software Co., Ltd.	Fellow group subsidiaries
FPT Education Company Limited	Fellow group subsidiaries
FPT Telecom Joint Stock Company	Fellow group subsidiaries
FPT Smart Cloud Co., Ltd.	Fellow group subsidiaries
FPT Investment Co., Ltd.	Fellow group subsidiaries
Synnex FPT Joint Stock Company	Fellow group associate
The Board of Directors, the Board of Management and other managers	Key management personnel

(*) *Figures of a related party presented in this Note include the figures of that related party company and its affiliated subsidiaries (if any).*

(a) Related party transactions

Major transactions with related parties incurred in the year are:

	2024 VND	2023 VND
i) Revenue from sales of goods and rendering of services		
FPT Software Co., Ltd.	380,160,146,654	338,797,280,134
FPT Corporation	185,150,797,000	77,326,986,671
FPT Smart Cloud Co., Ltd.	178,495,981,356	137,703,275,693
FPT Telecom Joint Stock Company	85,886,588,172	328,862,453,671
FPT Digital Retail Joint Stock Company	29,403,503,120	20,847,892,285
Others	13,810,859,288	24,632,690,788
	<u>872,907,875,590</u>	<u>928,170,579,242</u>
ii) Purchases of goods and services		
Synnex FPT Joint Stock Company	663,737,863,687	584,724,708,586
FPT Software Co., Ltd.	182,357,406,715	37,050,077,375
FPT Telecom Joint Stock Company	75,397,142,665	69,504,149,908
FPT Smart Cloud Co., Ltd.	61,182,487,769	49,404,218,738
FPT Corporation	60,141,385,225	54,740,522,967
Others	25,923,049,875	30,529,878,878
	<u>1,068,739,335,936</u>	<u>825,953,556,452</u>

FPT IS COMPANY LIMITED
(Formerly known as FPT Information System Corporation)
Form B 09 – DN/HN
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**
35 RELATED PARTY DISCLOSURES (CONTINUED)
(a) Related party transactions (continued)

		2024 VND	2023 VND
iii) Lendings			
FPT Corporation	2,280,000,000,000	3,256,000,000,000	
iv) Collections of lendings			
FPT Corporation	2,600,000,000,000	3,132,000,000,000	
v) Interest from lendings			
FPT Corporation	62,578,222,975	111,206,983,549	
vi) Profit distribution (Note 24)			
FPT Corporation	250,000,000,000	300,000,000,000	
vii) Subsidiary acquisition from a related party			
FPT Software Co., Ltd.	-	13,326,515,077	
viii) Investments in associates and joint ventures (Note 14)			
PT FPT Metrodata Indonesia	9,086,687,085	-	
ix) Receipt of capital contribution in cash (Note 24)			
FPT Corporation	200,000,000,000	-	
x) Other transactions			
FPT Software Co., Ltd.	3,273,977,826	-	
FPT Smart Cloud Co., Ltd.	73,611,112	-	
FPT Telecom Joint Stock Company	45,622,227	68,942,998	
FPT Investment Co., Ltd	-	28,181,818	
	3,393,211,165	97,124,816	
xi) Compensation of key management			
Gross salaries and other benefits	8,321,270,000	7,707,848,000	

FPT IS COMPANY LIMITED
(Formerly known as FPT Information System Corporation)
Form B 09 – DN/HN
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**
35 RELATED PARTY DISCLOSURES (CONTINUED)
(b) Year-end balances with related parties

	31/12/2024 VND	31/12/2023 VND
i) Deposits at centralised accounts of the parent company (Note 3)		
FPT Corporation	87,221,110,262	483,979,895,506
ii) Short-term trade accounts receivable (Note 5)		
FPT Smart Cloud Co., Ltd.	183,349,000,000	2,330,958,210
FPT Corporation	95,003,609,420	34,961,899,922
FPT Software Co., Ltd.	42,372,111,859	18,361,326,679
FPT Digital Retail Joint Stock Company	14,012,340,340	3,457,178,883
Others	11,957,434,950	9,488,603,499
	346,694,496,569	68,599,967,193
iii) Short-term prepayments to suppliers		
FPT Software Co., Ltd.	83,533,395,000	-
Synnex FPT Joint Stock Company	-	239,978,970
FPT Digital Retail Joint Stock Company	-	20,505,600
	83,533,395,000	260,484,570
iv) Short-term lendings (Note 7)		
FPT Corporation	1,130,000,000,000	1,450,000,000,000
v) Other short-term receivables		
FPT Corporation	17,335,483,242	25,913,712,313
FPT Investment Co., Ltd.	600,000	16,119,000
	17,336,083,242	25,929,831,313
vi) Short-term trade accounts payable (Note 16)		
Synnex FPT Joint Stock Company	257,542,842,530	89,036,301,395
FPT Software Co., Ltd.	41,291,216,005	43,895,820,018
FPT Smart Cloud Co., Ltd.	17,635,388,174	17,507,308,722
FPT Telecom Joint Stock Company	16,518,276,086	11,036,863,716
Others	19,419,619,812	11,990,652,904
	352,407,342,607	173,466,946,755

FPT IS COMPANY LIMITED*(Formerly known as FPT Information System Corporation)***Form B 09 – DN/HN****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024****35 RELATED PARTY DISCLOSURES (CONTINUED)****(b) Year-end balances with related parties (continued)**

	31/12/2024 VND	31/12/2023 VND
vii) Short-term advances from customers (Note 17)		
FPT Software Co., Ltd.	4,340,607,600	100,950,005
FPT Telecom Joint Stock Company	12,540,000	8,800,000
FPT Smart Cloud Co., Ltd.	-	2,523,698,250
Others	-	489,118
	<u>4,353,147,600</u>	<u>2,633,937,373</u>
viii) Other short-term payables (Note 20)		
FPT Corporation	384,899,329,954	434,899,329,954
Others	29,614,071	124,595,900
	<u>384,928,944,025</u>	<u>435,023,925,854</u>

36 OPERATING COMMITMENTS

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

	31/12/2024 VND	31/12/2023 VND
Warehouse and office rentals		
Within 1 year	31,080,469,826	56,381,482,706
From 1 year to 5 years	89,169,744,389	27,315,837,758
More than 5 years	30,597,330,965	2,968,195,860
Total minimum payments	<u>150,847,545,180</u>	<u>86,665,516,324</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

37 CONTINGENT LIABILITIES

Restoration obligation of land leases

The Company and its subsidiaries signed land rental contracts and has carried out the construction of buildings and infrastructure on lands. The land rental contracts do not state explicitly the obligations of the Company and its subsidiaries for land restoration at the end of the lease terms. The Board of Management of the Company assessed that the Company and its subsidiaries may have future obligations related to dismantling and removing the assets of the Company and its subsidiaries on lands and restoring the lands to their original conditions at the end of rental periods. However, these obligations can only be ascertained when there are future events in the future, such as the further discussion with lessors or when the governmental authority promulgates additional legal documents for clarifying the lessee's obligation when land rental contracts do not explicitly state the land restoration obligation of lease. Therefore, the Company and its subsidiaries have not recognised provisions for land restoration obligations in the consolidated financial statements for the year ended 31 December 2024.

Profit sharing relating to the Build-Operate-Transfer Contract

According to the Build - Operate - Transfer Contract ("BOT Contract") related to the "E-commerce Application in Government Procurement" Project in the form of a public-private partnership (PPP), signed between the Ministry of Planning and Investment, the Company, and Investment and Development of National E-procurement System Company Limited ("IDNES") - a subsidiary of the Company, the Company is obligated to share the portion of profit which exceeded the expected profit to the Ministry of Planning and Investment at the end of each operational phase as stipulated in the contract. However, the terms regarding the profit sharing in the contract have not been clearly defined when determining the actual portion of profit to be shared.

As at 31 December 2024, the Company has estimated and recognised the obligation to share the profit which exceeded the expected profit in the consolidated financial statements with the amount of VND 23.9 billion based on its assessments. The Company will work with the Ministry of Planning and Investment to accurately determine the profit sharing obligation corresponding to the profit which exceeded the expected profit of the project.

The consolidated financial statements of the Company and its subsidiaries for the year ended 31 December 2024 were approved by the Board of Management of the Company on 11 March 2025.


Vu Thi Mai
Preparer


Tran Khuong
Chief Accountant




Dau Tran Trung
Chief Financial Officer
Authorised signatory