

SJ GROUP Joint Stock Company

Consolidated financial statements

4th Quarter 2024



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SJ GROUP Joint Stock Company

GENERAL INFORMATION

THE COMPANY

SJ GROUP Joint Stock Company ("the Company") was equitized and operated as a joint stock company under the Law on Enterprise of Vietnam in pursuant to the Enterprise Registration Certificate No. 0103002731 issued by Hanoi Department of Planning and Investment on 8 August 2003. The Company also subsequently received amended Enterprise Registration Certificates No. 0101399461 with the 13th amendment dated 11 April 2024 as the latest.

The Company's shares are listed on the Ho Chi Minh City Stock Exchange under name SJS.

The current principal activities of the Company are:

- ▶ Real estate business;
- ▶ Real estate services business;
- ▶ Business and operation of services for housing, urban and industrial zone.

The Company's head office is located at plot TT2, Nam An Khanh New Urban area, An Khanh commune, Hoai Duc district, Hanoi, Vietnam.

MEMBERS' COUNCIL

Members of the Members' Council during the year and at the date of this report are:

Mr. Bui Quang Bach	Chairman	Appointed on 21 August 2024
Mr. Do Van Binh	Vice Chairman	Appointed on 21 August 2024
	Chairman	Resigned on 21 August 2024
Mr. Phuong Xuan Thuy	Vice Chairman	Appointed on 21 August 2024
Mr. Nguyen Phu Cuong	Member	
Mrs. Chu Thi Thu Huong	Member	

BOARD OF SUPERVISORY

Members of the Board of Supervisory during the year and at the date of this report are:

Mrs. Le Thi Thuy	Head of Board of Supervision
Mrs. Tran Thi Thanh Huyen	Member
Mr. Nguyen Ngoc Thang	Member

BOARD OF INTERNAL AUDIT FUNCTION

Member of the Board of Internal Audit Function during the year and at the date of this report are:

Mr. Nguyen Minh Son	Head of Internal Audit Function
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SJ GROUP Joint Stock Company

GENERAL INFORMATION (Continued)

MANAGEMENT

Members of the Management during the year and at the date of this report are:

Mr. Nguyen Viet Cuong	Acting General Director	Appointed on 15 July 2024
Mr. Do Trong Quynh	General Director	Resigned on 15 July 2024
Mr. Tran Oanh	Deputy General Director	
Mr. Nguyen Duc Dien	Deputy General Director	Resigned on 31 March 2024
Mr. Nguyen Tran Dung	Deputy General Director	
Mr. Nguyen Cong Chinh	Deputy General Director	
Mr. Tran Nhu Trung	Deputy General Director	
Mr. Nguyen Hai Ninh	Chief Financial Officer	



SJ GROUP Joint Stock Company

CONSOLIDATED BALANCE SHEET
As at 31 December 2024

B01 - DN/HN

Currency: VND

Code	ASSETS	Notes	Ending balance	Beginning balance
100	A. CURRENT ASSETS		5.083.716.506.686	4.749.599.418.611
110	I. Cash and cash equivalents	4	164.907.422.346	68.219.290.512
111	1. Cash		155.989.520.346	36.102.580.790
112	2. Cash equivalents		8.917.902.000	32.116.709.722
120	II. Short-term investments	5	26.324.664.452	24.469.112.005
121	1. Held-for-trading securities		17.817.000.000	17.817.000.000
122	2. Provision for diminution in value of held-for-trading securities		(10.988.400.000)	(12.689.830.000)
123	3. Held-to-maturity investments		19.496.064.452	19.341.942.005
130	III. Current accounts receivable		641.095.438.417	453.960.374.485
131	1. Short-term trade receivables	6.1	212.690.391.736	169.522.298.278
132	2. Short-term advances to suppliers	6.2	44.480.526.623	35.619.664.569
135	3. Short-term loan receivables	7	6.000.000.000	6.000.000.000
136	4. Other short-term receivables	8	513.456.768.292	352.313.614.127
137	5. Provision for doubtful short-term receivables		(135.532.248.234)	(109.495.202.489)
140	IV. Inventoris	10	4.228.800.595.953	4.182.465.766.640
141	1. Inventoris		4.233.491.467.629	4.187.156.638.316
149	2. Provision for obsolete inventories		(4.690.871.676)	(4.690.871.676)
150	V. Other current assets		22.588.385.518	20.484.874.969
151	1. Short-term prepaid expenses	11	18.950.937.547	17.429.009.856
152	2. Value-added tax deductible	18	2.781.077.348	2.554.248.869
153	3. Tax and other receivables from the State		856.370.623	501.616.244

SJ GROUP Joint Stock Company

CONSOLIDATED BALANCE SHEET (Continued)
As at 31 December 2024

B01 - DN/HN

Currency: VND

Code	ASSETS	Notes	Ending balance	Beginning balance
200	B. NON-CURRENT ASSETS		2.794.505.735.977	2.724.379.436.831
210	I. Long-term receivables		117.053.467.975	117.053.467.975
212	1. Long-term advance to suppliers	6.2	49.982.867.975	49.982.867.975
216	2. Other long-term receivables	8	67.070.600.000	67.070.600.000
220	II. Fixed assets	12	220.499.841.314	228.420.658.219
221	1. Tangible fixed assets		219.754.546.616	227.655.779.389
222	- Cost		326.716.800.150	333.101.555.568
223	- Accumulated depreciation		(106.962.253.534)	(105.445.776.179)
227	2. Intangible fixed assets		745.294.698	764.878.830
228	- Cost		999.212.051	999.212.051
229	- Accumulated depreciation		(253.917.353)	(234.333.221)
230	III. Investment properties	13	4.431.310.670	5.064.624.458
231	- Cost		15.832.845.014	15.832.845.014
232	- Accumulated depreciation		(11.401.534.344)	(10.768.220.556)
240	IV. Long-term assets in progress		2.381.200.151.462	2.292.208.849.932
241	1. Long-term work-in-process	15.1	2.368.113.291.499	2.280.663.814.668
242	2. Construction in progress	15.2	13.086.859.963	11.545.035.264
250	V. Long-term investments	16	43.255.360.976	53.253.750.276
251	1. Investments in jointly controlled entities and associates	16.1	-	8.997.050.899
252	2. Investment in other entities	16.2	58.243.068.750	58.243.068.750
253	3. Provision for diminution in value of long-term investments	16.2	(14.987.707.774)	(14.986.369.373)
255	4. Held-to-maturity investments	16.3	-	1.000.000.000
260	VI. Other long-term assets		28.065.603.580	28.378.085.971
261	1. Long-term prepaid expenses	11	13.096.577.467	13.929.078.746
262	2. Deferred tax assets		14.969.026.113	14.449.007.225
270	TOTAL ASSETS		7.878.222.242.663	7.473.978.855.442

CONSOLIDATED BALANCE SHEET (Continued)
As at 31 December 2024

B01 - DN/HN

Currency: VND

Code	RESOURCES	Notes	Ending balance	Beginning balance
300	C. LIABILITIES		4.887.288.594.988	4.712.392.279.671
310	I. Current liabilities		2.070.821.784.736	3.057.764.277.663
311	1. Short-term trade payables	17.1	116.548.678.349	141.159.454.903
312	2. Short-term advances from customers	17.2	654.817.005.232	3.338.191.261
313	3. Statutory obligations	18	215.384.603.508	116.822.774.787
314	4. Payables to employees		14.519.281.494	15.362.290.948
315	5. Short-term accrued expenses	19	649.199.695.350	1.164.004.198.215
318	6. Short-term unearned revenues	20	675.259.724	599.439.627
319	7. Other short-term payables	21	163.420.906.485	623.978.296.090
320	8. Short-term loans	22	163.380.000.000	899.095.000.000
321	9. Short-term provisions		-	-
322	10. Bonus and welfare fund	23	92.876.354.594	93.404.631.832
330	II. Non-current liabilities		2.816.466.810.252	1.654.628.002.008
332	1. Long-term advances from customers	17.2	193.208.327.754	193.208.327.754
333	2. Long-term accrued expenses	19	3.205.579.520	2.958.996.480
337	3. Other long-term liabilities	21	2.210.047.527.477	899.986.388.520
338	4. Long-term loans	22	408.046.870.000	556.426.870.000
342	5. Long-term provisions		1.958.505.501	2.047.419.254

SJ GROUP Joint Stock Company

CONSOLIDATED BALANCE SHEET (Continued)
As at 31 December 2024

B01 - DN/HN

Currency: VND

Code	RESOURCES	Notes	Ending balance	Beginning balance
400	D. OWNERS' EQUITY		2.990.933.647.675	2.761.586.575.771
410	I. Capital	24	1.148.555.400.000	1.148.555.400.000
411	1. Share capital		1.148.555.400.000	1.148.555.400.000
411a	- Shares with voting rights		1.148.555.400.000	1.148.555.400.000
412	2. Share premium	24	219.017.196.787	219.017.196.787
414	3. Other owners' capital	24	48.750.000.000	48.750.000.000
415	4. Treasury shares	24	(61.161.904.650)	(61.161.904.650)
418	5. Investment and development fund	23	749.270.472.555	749.270.472.555
420	6. Other funds belonging to owners' equity	23	7.523.041.519	7.523.041.519
421	7. Undistributed earnings	24	863.419.604.457	595.590.949.684
421a	- Undistributed earnings by the end of prior year		741.140.299.738	410.253.828.172
421b	- Undistributed earnings of current year		122.279.304.719	185.337.121.512
429	8. Non-controlling interests	25	15.559.837.007	54.041.419.876
440	TOTAL LIABILITIES AND OWNERS' EQUITY		7.878.222.242.663	7.473.978.855.442



Nguyen Thi Quynh
Preparer



Tran Viet Dung
Chief Accountant



Nguyen Hai Ninh
Chief Financial Officer



K.T. TỔNG GIÁM ĐỐC CÔNG TY
GIÁM ĐỐC TÀI CHÍNH

Ha Noi, Viet Nam

25 January 2025

SJ GROUP Joint Stock Company

CONSOLIDATED INCOME STATEMENT

B02 - DN/HN

4th Quarter 2024

Currency: VND

Code	ITEMS	Notes	Quarter 4		Accumulated from the beginning of the year	
			Current year	Previous year	Current year	Previous year
1	Revenue from sale of goods and rendering of services	26.1	278.322.372.406	194.639.326.762	643.025.047.001	416.023.571.847
2	Deductions	26.1	-	-	-	-
3	Net revenue from sale of goods and rendering of services	26.1	278.322.372.406	194.639.326.762	643.025.047.001	416.023.571.847
4	Cost of goods sold and services rendered	27	101.004.857.254	84.271.346.771	247.711.348.114	228.830.861.296
5	Gross profit from sale of goods and rendering of services		177.317.515.152	110.367.979.991	395.313.698.887	187.192.710.551
6	Finance income	26.2	870.488.125	1.789.291.758	5.074.105.632	113.890.731.579
7	Finance expenses	28	(316.580.000)	716.958.863	(1.202.030.345)	2.855.349
	- In which: Interest expenses		-	-	598.356.165	472.898.631
8	Selling expenses	29	680.686.526	1.213.092.958	2.248.077.256	2.386.682.829
9	General and administrative expenses	29	15.529.615.409	8.564.318.032	42.582.837.667	46.488.328.087
10	Operating profit		162.294.281.342	101.662.901.896	356.758.919.941	252.205.575.865
11	Other income	30	935.056.546	6.027.624.386	975.226.593	6.089.239.590
12	Other expense	30	492.277.643	679.275.294	2.232.211.266	4.953.970.832
13	Other profit	30	442.778.903	5.348.349.092	(1.256.984.673)	1.135.268.758
14	Shares of loss of associates, joint-ventures		-	(61.636.726)	-	(728.011.682)
15	Accounting profit before tax		162.737.060.245	106.949.614.262	355.501.935.268	252.612.832.941
16	Current corporate income tax expense	31	40.277.191.682	25.762.588.759	89.431.748.225	71.543.812.900
17	Deferred tax expense	31	(289.296.582)	32.468.482	445.788.734	2.696.561.512

CONSOLIDATED INCOME STATEMENT (Continued)
4th Quarter 2024

B02 - DN/HN

Currency: VND

Code	ITEMS	Notes	Quarter 4		Accumulated from the beginning of the year	
			Current year	Previous year	Current year	Previous year
18	Net profit after tax		122.170.571.981	81.219.493.985	266.515.975.777	183.765.581.553
19	Net profit after tax attributable to shareholders of the parent		122.279.304.719	81.458.538.429	265.690.207.812	185.337.121.512
20	Net profit after tax attributable to non-controlling interests	25	(108.732.738)	(239.044.444)	825.767.965	(1.571.539.959)
21	Basic earnings per share		1.074	715	2.333	1.627
22	Diluted earnings per share					

Nguyen Thi Quynh
Preparer

Tran Viet Dung
Chief Accountant



Nguyen Hai Ninh
Chief Financial Officer

K.T. TỔNG GIÁM ĐỐC CÔNG TY
GIÁM ĐỐC TÀI CHÍNH

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Ha Noi, Viet Nam

25 January 2025

CONSOLIDATED CASH FLOW STATEMENT
4th Quarter 2024

B03 - DN/HN

Currency: VND

Code	ITEMS	Notes	Accumulated from the beginning of the year to the end of this quarter	
			Current year	Previous year (Restate)
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Profit before tax		355.501.935.268	252.612.832.941
02	Depreciation of tangible fixed assets, finance leases and investment properties		8.546.380.915	7.151.051.987
03	(Reversal of provisions)/provisions		(303.082.632)	17.813.102
05	Profits from investing activities		(3.397.935.217)	(113.162.719.897)
06	Interest expenses		696.739.726	472.898.630
08	Operating profit before changes in working capital		361.044.038.060	147.091.876.763
09	(Increase)/decrease in receivables		2.034.548.975.188	(94.412.081.295)
10	Increase in inventories		(103.276.862.016)	(503.183.675.588)
11	Decrease in payables		(629.884.651.097)	684.719.749.629
12	(Increase)/decrease in prepaid expenses		(313.023.838)	(2.030.386.942)
14	Interest paid		(404.195.794.325)	(13.564.270.341)
15	Corporate income tax paid		(81.289.204.563)	(46.391.512.710)
16	Other income from operating activities		475.600.000	-
17	Other payment for operating activities		(1.527.887.680)	(1.850.355.543)
20	Net cash flows used in operating activities		1.175.581.189.729	170.379.343.973
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets and other long-term assets		(1.686.197.923)	(2.371.729.335)
22	Proceeds from liquidation, sale of fixed assets and other long-term assets		432.454.546	-
23	Loans to other entities and payments for purchase of debt instruments of other entities		-	(32.554.582.004)
24	Collections from borrowers		-	36.143.926.408
25	Payments for investments in other entities		-	(192.000.000.000)
26	Proceeds from sale of investments in other entities		9.450.000.000	160.000.000.000
27	Interest and dividends received		5.074.105.632	5.164.777.659
30	Net cash flows used in investing activities		13.270.362.255	(25.617.607.272)

CONSOLIDATED CASH FLOW STATEMENT (Continued)
4th Quarter 2024

B03 - DN/HN

Currency: VND

Code	ITEMS	Notes	Accumulated from the beginning of the year to the end of this quarter	
			Current year	Previous year (Restate)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	Drawdown of borrowings		55.000.000.000	609.521.870.000
34	Repayment of borrowings		(939.095.000.000)	(762.002.090.000)
36	Dividends paid/Profit distributed		(208.068.420.150)	(735.000.000)
40	Net cash flows from financing activities		(1.092.163.420.150)	(153.215.220.000)
50	Net increase/(decrease) in cash for the year		96.688.131.834	(8.453.483.299)
60	Cash and cash equivalents at beginning of year	4	68.219.290.512	76.672.773.811
70	Cash and cash equivalents at end of year	4	164.907.422.346	68.219.290.512


Nguyen Thi Quynh
 Preparer


Tran Viet Dung
 Chief Accountant


Nguyen Hai Ninh
 Chief Financial Officer


Ha Noi, Viet Nam

25 January 2025

1. CORPORATE INFORMATION

SJ GROUP Joint Stock Company ("the Company") was a joint stock company incorporated under the Law on Enterprise of Vietnam in pursuant to the Enterprise Registration Certificate No. 0103002731 issued by Hanoi Department of Planning and Investment on 8 August 2003. The Company also subsequently received amended Enterprise Registration Certificates No. 0101399461 with the 13th amendment dated 11 April 2024 as the latest.

The Company's shares are listed on the Ho Chi Minh City Stock Exchange under name SJS.

The current principal activities of the Company are:

- ▶ Real estate business;
- ▶ Real estate service business;
- ▶ Business and operation of services for housing, urban and industrial zone.

The Company's average course of business cycle for the real estate activities commences from the date of obtaining the investment license, carrying out land clearance, undertaking infrastructure construction to the completion of the project. Consequently, the Company's course of business cycle may last over 12-month.

The Company's normal course of business cycle for other activities is 12-month.

The Company's headquarter is located at Lot TT2, Nam An Khanh New Urban area, An Khanh commune, Hoai Duc district, Hanoi, Vietnam.

The seasonal nature of operations impacts the report

Due to the characteristics of the real estate industry, revenue from property transfers is contingent upon the completion status of real estate projects and market conditions at the times the projects are offered for sale. Conversely, revenue from leasing and providing real estate management services is anticipated to remain stable throughout the year unless the Company and its subsidiaries introduce new investment products to the market.

CORPORATE INFORMATION (Continued)

Corporate structure

As at 31 December 2024, the Company has 5 dependent branches (as at 31 December 2023: 5 dependent branches) with detail information as follow:

<i>Name</i>	<i>Address</i>
An Khanh branch - SJ Group Joint Stock Company	Nam An Khanh New Urban Area, An Khanh Commune, Hoai Duc District, Hanoi.
Quang Ninh branch - SJ Group Joint Stock Company	House number 801, group 5, zone 9, Nguyen Van Cu street, Hong Hai ward, Ha Long city, Quang Ninh province.
Da Nang branch - SJ Group Joint Stock Company	12 th Floor, Vietnam Development Bank Quang Nam - Da Nang Region, No. 74 Quang Trung Street, Thach Thang Ward, Hai Chau District, Da Nang City.
Trading branch - SJ Group Joint Stock Company	Sudico Building, Me Tri Road, My Dinh 1 Ward, Nam Tu Liem District, Hanoi.
Van La project management board belongs to the SJ Group Joint Stock Company	Lot TT2-13, Van La Residential Area Project, Phu La Ward, Ha Dong District, Hanoi.

As at 31 December 2024, the Company has 7 subsidiaries (31 December 2023: 7 subsidiaries) with detailed information as follow:

<i>No</i>	<i>Name</i>	<i>Voting rights (%)</i>	<i>Equity interest (%)</i>	<i>Location</i>	<i>Principal activities</i>
1	SJ Tien Xuan Limited Company	100%	100%	Service Land Lot 1-2, Alley 323, Tran Hung Dao Street, Su Ngoi Commune, Hoa Binh City, Hoa Binh Province, Vietnam	Real estate business, rights to use land owned by the proprietor, user or lease; provision of sports, entertainment, and recreational services of sports facilities, amusement parks, and theme parks.
2	Sudico Thang Long Limited Company	99,97%	99,97%	Nam An Khanh New Urban Area, An Khanh Commune, Hoai Duc District, Hanoi, Vietnam	Management and investment consulting; real estate business; consulting, advertising and managing real estate and other activities.
3	SJ Service Joint Stock Company	51%	51%	M3 Floor, CT1 Building, My Dinh Urban Area, My Dinh 1 Ward, Nam Tu Liem District, Hanoi, Vietnam	Real estate services business; operation of services related to residential, urban, and industrial areas..
4	Middleland Sudico Joint Stock Company (*)	100%	100%	2 nd Floor, 12 Ho Xuan Huong Building, My An Ward, Ngu Hanh Son District, Da Nang City, Vietnam	Investment consulting, preparation, appraisal, and implementation of construction investment projects; real estate business, rights to use land owned by the proprietor, user, or for lease

CORPORATE INFORMATION (Continued)

No	Name	Voting rights (%)	Equity interest (%)	Location	Principal activities
5	Sudico Hoa Binh Joint Stock Company	96,4%	96,4%	Service Land Lot 1-2, Alley 323, Tran Hung Dao Street, Su Ngoi Commune, Hoa Binh City, Hoa Binh Province, Vietnam	Real estate business, land use rights of owners, users, or renters; residential area, urban area, and industrial park business; operation of services related to housing, urban areas, and industrial parks; investment in the creation of houses and buildings for sale and rent; land renovation investment and investment in infrastructure-equipped land projects; real estate services.
6	Sudico Development Investment and Building Materials Joint Stock Company	71%	71%	CT1 Building, My Dinh - Me Tri Urban Area, My Dinh 1 Ward, Nam Tu Liem District, Hanoi, Vietnam	Manufacture of building materials from bricks, sand, cement, gypsum; wholesale and retail of autoclaved aerated concrete blocks, building materials, interior equipment; wholesale of machinery, equipment, and machine parts.
7	Sudico Consulting Joint Stock Company	57,84%	57,84%	1 st Floor, Unit 1, CT1 Building, My Dinh - Me Tri Urban Area, My Dinh 1 Ward, Nam Tu Liem District, Hanoi, Vietnam	Project design consulting, project appraisal consulting, report preparation consulting, construction supervision consulting, project management consulting.

(*) Middleland Sudico Joint Stock Company is in dissolution process according to Decision No.131/QĐ-CT-HĐQT of the Company's Board of Directors dated 20 November 2012.

2. BASIS OF PREPARATION

2.1 Accounting standards and system

The consolidated financial statements of the Company and its subsidiaries ("the Group") expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QĐ-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QĐ-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QĐ-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QĐ-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QĐ-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying consolidated financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.2 Applied accounting documentation system

The Company's applied accounting documentation system is the General Journal system.

2. BASIS OF PREPARATION *(Continued)*

2.3 Fiscal year

The Group's fiscal year applicable for the preparation of its consolidated financial statements starts on 1 January and ends on 31 December.

2.4 Accounting currency

The consolidated financial statements are prepared in VND.

2.5 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries for the [year ended 31 December 2023].

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continued to be consolidated until the date that such control ceases.

The financial statements of subsidiaries are prepared for the same reporting year as the parent company, using consistent accounting policies.

All intra-company balances, income and expenses and unrealised gains or losses result from intra-company transactions are eliminated in full.

Non-controlling interests represent the portion of profit or loss and net assets not held by the Group and are presented separately in the consolidated income statement and within equity in the consolidated balance sheet.

Impact of change in the ownership interest of a subsidiary, without a loss of control, is recorded in undistributed earnings.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**3.1 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash in banks and short-term, highly liquid investments with an original maturity of not more than three months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

3.2 Receivables

Receivables are presented in the consolidated financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the consolidated balance sheet date which are doubtful of being recovered. Increases or decreases to the provision balance are recorded as general and administrative expenses in the consolidated income statement. When bad debts are determined as unrecoverable and accountant writes off those bad debts, the differences between the provision for doubtful receivables previously made and historical cost of receivables are included in the consolidated income statement.

3.3 Inventories*Real estate property*

Real estate that is purchased or constructed for sale in the normal course of the Company's and its subsidiaries' operations, not for leasing or awaiting appreciation, is recognized as real estate inventory at the lower of cost to bring each product to its present location and condition and its net realizable value.

The cost of real estate inventory includes the direct costs of constructing the property and the allocated general expenses based on the corresponding area of that property, specifically as follows:

- ▶ Land use fees and land rental expenses ;
- ▶ Construction costs paid to contractors; and
- ▶ Interest expenses, consulting and design fees, site clearance and leveling costs, compensation for land clearance, consulting fees, land transfer taxes, general construction management expenses, and other related costs.

Net realizable value is the estimated selling price in the ordinary course of the business, based on market price discounted for the time value of money if significant at the consolidated balance sheet date, and less cost to complete and the estimated selling price.

The cost of the real estate property sold recognized in the consolidated income statement based on the direct costs of constructing that property and the allocated general expenses based on the corresponding area of that property.

Provision for obsolete inventories

An inventory provision is created for the estimated loss arising due to the impairment of value (through obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Group, based on appropriate evidence of impairment available at the consolidated balance sheet date..

Increases or decreases to the provision balance are recorded into the cost of goods sold account in the consolidated income statement. When inventories are expired, obsolescence, damage or become useless, the difference between the provision previously made and the historical cost of inventories are included in the consolidated income statement.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**3.4 Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the consolidated income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the consolidated income statement.

3.5 Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost of an intangible fixed asset comprises its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use.

Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the consolidated income statement as incurred.

When intangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the consolidated income statement.

3.6 Depreciation and amortisation

Depreciation of tangible fixed assets and amortisation of intangible fixed assets are calculated on a straight-line basis over the estimated useful life of each asset as follows :

Land use rights	45 years
Buildings and structures	6 - 50 years
Machinery and equipment	3 - 7 years
Means of transportation	5 - 7 years
Office equipment	3 - 5 years
Others	3 - 5 years

3.7 Investment properties

Investment properties are stated at cost including transaction costs less accumulated depreciation.

Subsequent expenditure relating to an investment property that has already been recognised is added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Group.

Depreciation of investment properties are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings and structures	25 years
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For long-term lease of investment properties which the Group receives rental fee in advance for many periods and rental income is recognised one at the entire rental amount received in advance as presented

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**3.7 Investment properties (Continued)**

in Note 3.17, depreciation and amortisation of these investment properties are recognised with entire amount at the point of revenue recognition.

Investment properties are derecognised when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the assets is recognised in the consolidated income statement in the year of retirement or disposal..

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the cost or the carrying value of the property for subsequent accounting at the date of change in use.

3.8 Borrowing costs

Borrowing costs consist of interest and other costs that the Group incurs in connection with the borrowing of funds. Borrowing costs are recorded as expense during the year in which they are incurred, except to the extent that they are capitalised as explained in the following paragraph.

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily take a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset.

3.9 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses on the consolidated balance sheet and amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

3.10 Business combinations and goodwill

Business combinations are accounted for using the purchase method. The cost of a business combination is measured as the fair value of assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange plus any costs directly attributable to the business combination. Identifiable assets and liabilities and contingent liabilities assumed in a business combination are measured initially at fair values at the date of business combination.

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost the business combination over the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. If the cost of a business combination is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the consolidated income statement. After initial recognition, goodwill is measured at cost less any accumulated amortisation. Goodwill is immediately recorded as production (if value is small) or amortised over 10-year period on a straight-line basis (if value is significant). The parent company conducts the periodical review for impairment of goodwill of investment in subsidiaries. If there are indicators of impairment loss incurred is higher than the yearly allocated amount of goodwill on the straight-line basis, the higher amount will be recorded in the consolidated income statement.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**3.11 Investments***Investments in associates*

The Group's investment in its associate is accounted for using the equity method of accounting. An associate is an entity in which the Group has significant influence that is neither subsidiaries nor joint ventures. The Group generally deems they have significant influence if they have over 20% of the voting rights.

Under the equity method, the investment is carried in the consolidated balance sheet at cost plus post acquisition changes in the Group's share of net assets of the associates. Goodwill arising on acquisition of the associate is included in the carrying amount of the investment. Goodwill is not amortised and subject to annual review for impairment.

The share of post-acquisition profit/(loss) of the associates is presented on face of the consolidated income statement and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividend/profit sharing received or receivable from associates reduces the carrying amount of the investment.

The financial statements of the associates are prepared for the same reporting period and use the same accounting policies as the Group. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

Held-for-trading securities and investments in other entities

Held-for-trading securities and in securities and investments in other entities are stated at their acquisition costs.

Provision for diminution in value of investments

Provision of the investment is made when there are reliable evidences of the diminution in value of those investments at the balance sheet date.

Increases or decreases to the provision balance are recorded as finance expenses in the consolidated income statement.

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognised as finance expenses in the consolidated income statements and deducted against the value of such investments.

3.12 Payables and accruals

Payables and accruals are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Group.

3.13 Provisions*General*

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**3.13 Provisions (Continued)**

When the Group expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the consolidated income statement net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance expense.

Retrenchment allowance

Retrenchment allowance for employees who have been worked for more than 12 months at Group is accrued at the rate of one month's salary for each year of service qualified for retrenchment allowance and the minimum amount for each employee is two months' salary in accordance with the Labour Code and related implementing guidance. The salary as the basis for calculation of retrenchment allowance is adjusted at the end of each reporting year following the average salary of the last 6-month period up to the reporting date.

This provision is used to settle the retrenchment allowance to be paid to employee upon termination of their labour contract following Article 47 of the Labour Code.

3.14 Foreign currency transactions

Transactions in currencies other than the Group's reporting currency of VND are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- ▶ Transactions resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection;
- ▶ Transactions resulting in liabilities are recorded at the selling exchange rates of the commercial banks designated for payment; and
- ▶ Payments for assets or expenses without liabilities initially being recognised is recorded at the buying exchange rates of the commercial banks that process these payments.

At the end of the year, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the balance sheet dates which are determined as follows:

- ▶ Monetary assets are translated at buying exchange rate of the commercial bank where the Group conducts transactions regularly; and
- ▶ Monetary liabilities are translated at selling exchange rate of the commercial bank where the Group conducts transactions regularly.

All foreign exchange differences incurred are taken to the consolidated income statement.

3.15 Treasury shares

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

3.16 Appropriation of net profits

Net profit after tax (excluding negative goodwill arising from a bargain purchase) is available for appropriation to investors/shareholders after approval by the appropriate level of authority/in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3.16 Appropriation of net profits (Continued)

The Group maintains the following reserve funds which are appropriated from the Group's net profit as proposed by the Board of Directors and subject to approval by shareholders at the annual general meeting:

Investment and development fund

This fund is set aside for use in the Group's expansion of its operation or of in-depth investment.

Bonus and welfare fund

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the consolidated balance sheet.

3.17 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Transfer real estate

Revenue is recognised when the significant risks and rewards of ownership of the real estate have passed to the buyer, usually upon the delivery of the real estate, and the ability to collect the real estate transfer price is reasonably assured.

If a transaction does not meet the above revenue recognition criteria, progress payments received from customers are recorded as customer prepayments on the consolidated balance sheet until all the aforementioned conditions are met.

Rendering of services

Where the contract outcome can be reliably measured, revenue is recognised by reference to the stage of completion. Stage of completion is measured by reference to the labour hours incurred to reporting date as a percentage of total estimated labour hours for each contract.

Where the contract outcome cannot be reliably measured, revenue is recognised only to the extent of the expenses recognised which are recoverable.

Interest

Revenue is recognised as the interest accrues (taking into account the effective yield on the asset) unless collectability is in doubt.

Dividends

Income is recognised when the Group's entitlement as an investor to receive the dividend is established.

Periodic rental income

Rental income arising from operating leases is recognised in consolidated income statement on a straight line basis over the terms of the lease.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**3.17 Revenue recognition (Continued)***Rental income recognised one time*

For lease of assets which the Group receives rental fee in advance for many periods and the lease periods cover more than 90% of the useful life of the assets, rental income is recognised one time at the entire rental amount received in advance when all these conditions are met:

- The lessee is not entitled to cancel the lease contract and the Group has no obligation to repay the amount received in advance in all cases and in all forms;
- The amount received in advance from the lease is not less than 90% of the total rental amount expected to be fulfilled under the contract during the lease term and the lessee must pay the entire amount of lease within 12 months from the beginning of the lease;
- Almost all the risks and benefits associated with ownership of the leased asset are transferred to the lessee; and
- The Group must estimate relatively the full cost of the lease.

3.18 Cost of goods sold for the transferred real estate

The cost of land and assets on land/apartments sold includes all direct expenses incurred for land development activities and housing or expenses that can be reasonably allocated to these activities, including:

- ▶ Land costs and land development expense;
- ▶ Construction costs and related construction expenses; and
- ▶ Other related costs arising during the formation of the real estate such as expenses from current and future land development activities and constructions of the project (like expenses for the development of common technical infrastructure and mandatory land fund development costs for public purposes, etc.).

3.19 Taxation*Current income tax*

Current income tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the consolidated balance sheet date.

Current income tax is charged or credited to the consolidated income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Group to set off current tax assets against current tax liabilities and when the Group intends to settle its current tax assets and liabilities on a net basis.

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the consolidated balance sheet date between the tax base of assets and liabilities and their carrying amount for financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss; and

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**3.19 Taxation (Continued)**

- ▶ in respect of taxable temporarily differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred tax assets are re-assessed at each balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.

Deferred tax is charged or credited to the consolidated income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Group to offset current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- ▶ either the same taxable entity; or
- ▶ when the Group intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

3.20 Segment information

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

The Group's principal activities is real estate business and other related services. In addition, these activities are mainly taking place within Vietnam. Therefore, the Group's risks and returns are not impacted by the Group's products that the Group is manufacturing or the locations where the Group is trading. As a result, the Group's management is of the view that there is only one segment for business and geography and therefore presentation of segmental information is not required.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

3.21 *Related parties*

Parties are considered to be related parties of the Group 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 and operating decisions, or when the Group and other party are under common control or under common significant influence. Related parties can be enterprises or individuals, including close members of their families.

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4. CASH AND CASH EQUIVALENTS

Currency: VND

	Ending balance	Beginning balance
Cash on hand	4.196.308.830	965.150.998
Cash at banks	151.793.211.516	35.137.429.792
Cash equivalents (*)	8.917.902.000	32.116.709.722
TOTAL	164.907.422.346	68.219.290.512

(*) Cash equivalents comprise of deposit in VND at a securities company with terms from 1 to 3 months.

5. SHORT-TERM INVESTMENTS**5.1 Held-for-trading securities**

	Ending balance			Beginning balance		
	Cost	Fair value	Provision	Cost	Fair value	Provision
Trading securities	17.817.000.000	6.828.600.000	(10.988.400.000)	17.817.000.000	5.127.170.000	(12.689.830.000)
Viet Property Investment Joint Stock Company	15.829.000.000	6.331.600.000	(9.497.400.000)	15.829.000.000	4.590.410.000	(11.238.590.000)
PV2 Investment Joint Stock Company	1.988.000.000	497.000.000	(1.491.000.000)	1.988.000.000	536.760.000	(1.451.240.000)
TOTAL	17.817.000.000	6.828.600.000	(10.988.400.000)	17.817.000.000	5.127.170.000	(12.689.830.000)

5.2 Held-to-maturity investment

Bank deposit in VND with term from 6 months to 12 months, earning interests at rate ranging from 3.7% to 9% per annum.

As at 31 December 2024, deposit with amount of 5,996,064,452 VND of Sudico Hoa Binh JSC has been used as collateral at Joint Stock Commercial Bank for Investment and Development of Vietnam for the purpose of executing the project of this subsidiary.

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6. SHORT – TERM TRADE RECEIVABLE

	Ending balance	Beginning balance
Trade receivables from customers	212.690.391.736	167.279.715.178
<i>SDP Joint Stock Company</i>	32.683.500.972	32.683.500.972
<i>Dat Quang Company Joint Stock Company</i>	16.189.317.360	20.689.317.360
<i>Vietnam Development and Construction Company Limited</i>	20.498.750.000	20.498.750.000
<i>Binh Minh Production Business Import Export Joint Stock Company</i>	18.951.528.945	18.951.528.945
<i>Phuc Ha Group Investment Joint Stock Company</i>	15.419.772.082	15.419.772.082
Other customers	108.947.522.377	59.036.845.819
Trade receivables from related parties (Notes 31)	-	2.242.583.100
TOTAL	212.690.391.736	169.522.298.278
In which:		
<i>Nam An Khanh New Urban Area project</i>	177.589.181.812	131.331.312.422
<i>My Dinh – Me Tri Urban Area project</i>	19.907.314.945	19.919.273.945
<i>Other projects and trade receivables</i>	15.193.894.979	18.271.711.911

7. ADVANCES TO SUPPLIERS

	Ending balance	Beginning balance
Short-term		
Advances to suppliers	3.108.106.751	5.544.206.462
<i>Anh Duong Infrastructure Development and Construction Company Limited</i>	911.082.314	1.510.404.658
<i>The South Asia Construction and Trading Company Limited</i>	-	1.836.777.367
<i>Song Da No 8 Joint Stock Company</i>	2.197.024.437	2.197.024.437
Advances to related parties	41.372.419.872	30.075.458.107
TOTAL	44.480.526.623	35.619.664.569
Long-term		
Hoai Duc District Compensation and Clearance Council	49.982.867.975	49.982.867.975
TOTAL	49.982.867.975	49.982.867.975

SJ GROUP Joint Stock Company

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
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8. OTHER RECEIVABLES

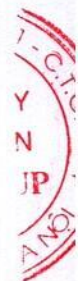
	Ending balance	Beginning balance
Short-term		
Deposit for transfer share capital (*)	192.000.000.000	192.000.000.000
Others	321.456.768.292	160.313.614.127
TOTAL	513.456.768.292	352.313.614.127
Long-term		
Receivable from transfer of shares at Ha Long Cement Joint Stock Company	67.070.600.000	67.070.600.000
TOTAL	67.070.600.000	67.070.600.000

- (*) The deposit made under the Capital Contribution Transfer Deposit Agreement No. 01/HĐĐC/SUDICO-LQA dated 16 May 2023 for the acquisition of a capital contribution in a real estate enterprise.

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9. OVERDUE RECEIVABLES

	Ending balance		Beginning balance	
	Cost	Recoverable amount	Cost	Recoverable amount
SDP Joint Stock Company	32.683.500.972	13.073.400.389	32.683.500.972	22.866.585.000
Vietnam Development and Construction Company Limited	20.498.750.000	-	20.498.750.000	5.699.500.000
Binh Minh Production Business Import Export Joint Stock Company	18.951.528.945	13.290.519.751	18.951.528.945	13.290.519.751
Phuc Ha Group Investment Joint Stock Company	15.419.772.082	-	15.419.772.082	-
Others	86.778.170.525	23.141.804.631	86.940.059.872	23.141.804.631
TOTAL	174.331.722.524	49.505.724.771	174.493.611.871	64.998.409.382



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10. INVENTORIES

	Ending balance		Beginning balance	
	Cost	Provision	Cost	Provision
Work in process	4.233.420.745.271	(4.690.871.676)	4.187.116.461.038	(4.690.871.676)
<i>Nam An Khanh New Urban Area Project</i>	4.160.364.383.623	-	4.118.614.693.402	-
<i>Southeastern Expansion – Residential Area North of Tran Hung Dao Street Project</i>	56.866.209.193	-	56.106.266.354	-
<i>Other projects</i>	16.190.152.455	(4.690.871.676)	12.395.501.282	(4.690.871.676)
Tools and supplies	70.722.358	-	40.177.278	-
TOTAL	4.233.491.467.629	(4.690.871.676)	4.187.156.638.316	(4.690.871.676)

11. PREPAID EXPENSES

	Ending balance	Beginning balance
Short-term		
Infrastructure costs for land plots TH1 and TH2 of My Dinh - Me Tri project (*)	16.469.107.524	16.469.107.524
Others	2.481.830.023	959.902.332
TOTAL	18.950.937.547	17.429.009.856
Long-term		
Financial support under the Educational Business cooperation contracts (**)	9.649.517.127	10.060.134.879
Others	3.447.060.340	3.868.943.867
TOTAL	13.096.577.467	13.929.078.746

- (*) These present the infrastructure development cost of land lots TH1 and TH2 on the My Dinh - Me Tri project, which is expected to be reimbursed to the Company by the parties receiving these land lots. According to Decision No. 20/2004/QĐ-UBND dated 19 February 2004 of the Hanoi People's Committee on approving the detailed planning of My Dinh - Me Tri Urban Area and Decision No. 5577/QĐ- People's Committee dated 15 December 2006 of the Hanoi People's Committee on adjusting a number of land use criteria to build My Dinh - Me Tri Urban Area, the Company is responsible for synchronous investment in infrastructure and transferring 2 land lots TH1 and TH2 to build primary and secondary schools. The Company temporarily handed over TH1 to Marie Curie Private High School on 28 June 2012 and TH2 to the People's Committee of Nam Tu Liem District to build a My Dinh 1 Primary and Secondary School according to Decision No. 2066/QĐ-UBND dated 8 May 2015 of the Hanoi People's Committee.
- (**) This is a financial support commitment that the Company has paid to a partner, an educational service provider, to operate the inter-level high school activities located in the Nam An Khanh New Urban Area according to the educational service business cooperation contract signed on 29 May 2017.

12. TANGIBLE FIXED ASSETS

	Buildings and structures (*)	Machinery and equipment	Means of transportation	Office equipment	Other	Total
Cost:						
Beginning balance	303.122.638.105	1.649.646.014	23.890.507.803	3.493.067.898	945.695.748	333.101.555.568
- Decrease in period	-	-	-	-	-	-
Ending balance	303.122.638.105	1.649.646.014	23.890.507.803	3.493.067.898	945.695.748	333.101.555.568
In which:						
Fully depreciated	9.338.284.722	1.134.746.578	19.353.526.329	2.615.548.364	945.695.748	33.387.801.741
Accumulated depreciation:						
Beginning balance	76.011.926.646	1.567.874.114	23.626.845.077	3.293.434.594	945.695.748	105.445.776.179
- Depreciation for the year	7.753.234.788	77.222.604	30.151.188	40.624.193	-	7.901.232.773
- Decrease in period	-	-	6.189.445.418	195.310.000	-	6.384.755.418
Ending balance	83.765.161.434	1.645.096.718	17.467.550.847	3.138.748.787	945.695.748	106.962.253.534
Net carrying amount:						
Beginning balance	227.110.711.459	81.771.900	263.662.726	199.633.304	-	227.655.779.389
Ending balance	219.357.476.671	4.549.296	6.422.956.956	354.319.111	-	226.139.302.034

(*) Buildings and structures components from 15 to 18 floors of the complex building HH3, My Dinh - Me Tri Urban Area with the original amount of VND 68.5 billion. The value of this building was temporarily determined based on its budget investment cost. As of 31 December 2023, the Company is carrying out the necessary procedures to sign a land lease contract with the Hanoi Department of Natural Resources and Environment.

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13. INVESTMENT PROPERTIES

	Buildings and structures
Cost:	
Beginning balance	15.832.845.014
- Decrease in period	-
Ending balance	15.832.845.014
Accumulated depreciation:	
Beginning balance	(10.768.220.556)
- Depreciation for the year	(633.313.788)
- Decrease in period	-
Ending balance	(11.401.534.344)
Net carrying amount:	
Beginning balance	5.064.624.458
Ending balance	4.431.310.670

The Company's investment properties include the 1st floor of buildings CT1, CT4, CT5, CT6, CT9 in the My Dinh - Me Tri Urban Area, which are being used for operating leases.

As at 31 December 2024, the Company has not yet determined the fair value for all investment properties due to insufficient market information to serve the purpose of determining fair value.

14. LONG-TERM ASSETS IN PROGRESS**14.1 Long-term work in process**

	Cost (also recoverable amount)	
	Ending balance	Beginning balance
Hoa Hai - Da Nang New Urban Area project	1.240.755.269.391	1.238.027.191.934
Van La - Van Khe - Ha Dong project	548.471.869.179	543.315.277.652
My Dinh - Me Tri Urban Area project	174.595.663.901	172.917.044.334
Tien Xuan Project	157.326.206.765	156.716.265.602
Nam An Khanh New Urban Area Expansion project	110.833.590.663	109.310.494.838
Thinh Lang – Hoa Binh Urban Area Project	136.130.691.600	60.377.540.308
TOTAL	2.368.113.291.499	2.280.663.814.668

All of the aforementioned projects are currently in the process of compensation, site clearance, and finalizing procedures with state managements. Therefore, the Group assess that these projects cannot be completed in the short term and have presented these projects as long-term work in progress assets.

14.2 Construction in progress

	Ending balance	Beginning balance
Song Da - Ngoc Vung Ecological Area project	13.086.859.963	11.545.035.264
TOTAL	13.086.859.963	11.545.035.264

15. CAPITALISED BORROWING COSTS

During the year, the Group capitalised borrowing costs amounting to 248.9 billion VND related to loans for the investment and development of the Nam An Khanh New Urban Area Project.

16. LONG-TERM INVESTMENTS

	Ending balance			Beginning balance		
	Cost	Provision	Fair value	Cost	Provision	Fair value
Investments in associates	-	-	-	8.997.050.899	-	8.997.050.899
Investment in other entities	58.243.068.750	(14.987.707.774)	43.255.360.976	58.243.068.750	(14.986.369.373)	43.256.699.377
Held-to-maturity investments	-	-	-	1.000.000.000	-	1.000.000.000
TOTAL	58.243.068.750	(14.987.707.774)	43.255.360.976	68.240.119.649	(14.986.369.373)	53.253.750.276

16.1 Investments in associates

Name	Ending balance		Beginning balance	
	Ownership (%)	Voting right (%)	Ownership (%)	Voting right (%)
Sudico Construction Joint Stock Company (*)	-	-	26%	33,3%

- (*) Sudico Construction Joint Stock Company's headquarters is located on the 2nd floor, CT1 building, 25-storey block, My Dinh - Me Tri Urban Area, My Dinh 1 Ward, Nam Tu Liem District, Hanoi City, Vietnam. The Company's main activity during the year is to provide construction services as registered on the business license.

The Company completed divestment at Sudico Construction Joint Stock Company on April 25, 2024.

SJ Tien Xuan Limited Company completed divestment at Sudico Construction Joint Stock Company on May 16, 2024.

Sudico Thang Long Limited Company completed divestment at Sudico Construction Joint Stock Company on September 26, 2024..

SJ GROUP Joint Stock Company

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The value of the investment in these associated companies is as follows:

	Sudico Construction JSC
Cost of investment:	
Beginning balance	10.000.000.000
- Decrease due to liquidation	(10.000.000.000)
Ending balance	-
Accumulated share in post-acquisition loss of the associates:	
Beginning balance	(1.002.949.101)
- Decrease due to liquidation	(1.002.949.101)
Ending balance	-
Net carrying amount:	
Beginning balance	8.997.050.899
Ending balance	-

SJ GROUP Joint Stock Company

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4th Quarter 2024

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16.2 Investment in other entities

	Ending balance			Beginning balance		
	Cost	Provision	Fair value	Cost	Provision	Fair value
Van Phong Investments & Development Joint Stock Company	23.493.000.000	(8.650.131.890)	14.842.868.110	23.493.000.000	(8.650.131.890)	14.842.868.110
Vinare Investment Joint Stock Company	10.000.000.000	-	10.000.000.000	10.000.000.000	-	10.000.000.000
Global Insurance Company (*)	11.550.068.750	-	11.550.068.750	11.550.068.750	-	11.550.068.750
Hudse Urban and Housing Development Investment Joint Stock Company	7.200.000.000	(337.575.884)	6.862.424.116	7.200.000.000	(336.237.483)	6.863.762.517
Phuc Son Lightweight Block Joint Stock Company	6.000.000.000	(6.000.000.000)	-	6.000.000.000	(6.000.000.000)	-
TOTAL	58.243.068.750	(14.987.707.774)	43.255.360.976	58.243.068.750	(14.986.369.373)	43.256.699.377

The Company has not determined the fair value of these investments because the shares of these companies are not listed on the market.

- (*) According to Resolution No. 028/2016/NQ-GIC-ĐHĐCĐ dated June 28, 2016 of Global Insurance Corporation (GIC), the charter capital was increased from VND 320 billion to VND 400 billion at a rate of 25% from the surplus capital, accordingly the number of shares of the Company was increased by 220,000 shares (the total number of shares the Company holds at GIC after the capital increase is 1,100,000 shares, accounting for 2.75% of the charter capital).

Pursuant to Resolution No. 015/2021/NQ-GIC-ĐHĐCĐ dated May 13, 2021 of the General Meeting of Shareholders of Global Insurance Corporation and Resolution No. 028/2021/NQ-GIC-ĐHĐCĐ dated August 20, 2021 on implementing the plan to increase charter capital by issuing individual shares, accordingly, GIC issued to increase charter capital from VND 400 billion to VND 465 billion, equivalent to issuing 6,500,000 shares at an issuance price of VND 15,385/share. The total number of shares purchased by the Company is 178,750 shares (corresponding to a total investment value of VND 2,750,068,750). Thus, the total number of shares the company currently holds at GIC is 1,278,750 shares, equivalent to VND 12,787,500,000 in par value, accounting for 2.75% of the charter capital at GIC.

17. TRADE PAYABLES AND ADVANCES FROM CUSTOMERS**17.1 Short-term trade payables**

	Original price (also the amount that can be paid off)	
	Ending balance	Beginning balance
Anh Duong Infrastructure Development and Construction Company Limited	15.879.386.093	27.820.346.089
SDP Joint Stock Company	10.671.917.606	10.671.917.606
Van Thanh Ha Noi Trading and Construction Joint Stock Company	4.401.415.568	11.396.174.712
Other suppliers	85.595.959.082	91.271.016.496
TOTAL	116.548.678.349	141.159.454.903

17.2 Advances from customers

	Ending balance	Beginning balance
Short-term		
Nam An Khanh New Urban Area project	652.509.149.138	489.398.276
Others project	2.307.856.094	2.848.792.985
TOTAL	654.817.005.232	3.338.191.261
Long-term		
My Dinh – Me Tri Urban Area project	193.208.327.754	193.208.327.754
TOTAL	193.208.327.754	193.208.327.754

18. STATUTORY OBLIGATIONS

	Ending balance	Beginning balance
Receivable		
Value added tax	2.781.077.348	2.554.248.869
TOTAL	2.781.077.348	2.554.248.869
Payables		
Value added tax	89.111.799.002	5.673.158.028
Corporate income tax	125.086.426.361	109.978.736.586
Personal income tax	1.067.324.745	1.051.826.773
Others	119.053.400	119.053.400
TOTAL	215.384.603.508	116.822.774.787

19. ACCRUED EXPENSES

	Ending balance	Beginning balance
Short - term:		
Future costs and accrual construction costs (*)	493.054.974.612	602.580.918.417
Others	156.144.720.738	561.423.279.798
TOTAL	649.199.695.350	1.164.004.198.215
Long - term:		
Accrual land rental costs	3.205.579.520	2.958.996.480
Others	-	-
TOTAL	3.205.579.520	2.958.996.480

20. UNEARNED REVENUE

	Ending balance	Beginning balance
Kiosk rental revenue in My Dinh - Me Tri Urban Area	-	-
Other Unearned Revenue	675.259.724	599.439.627
TOTAL	-	599.439.627

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21. OTHER PAYABLES

	Ending balance	Beginning balance
Short - term:		
Payables to Business co-operation contracts	49.000.000.000	299.997.910.000
Customers contribution for Nam An Khanh New Urban Area Project	38.138.050.233	43.704.177.857
Employee bonus payable from the bonus and welfare fund	11.522.700.000	11.522.700.000
Pre-allocation fund for SUDICO building repair	24.771.823.089	22.575.945.615
Payable to Hanoi City Budget (*)	13.084.244.056	13.084.244.056
Dividends payable (**)	55.875.000	212.939.760.000
Others	26.848.214.107	20.153.558.562
TOTAL	163.420.906.485	623.978.296.090
Long - term:		
Customers contribution to Van La - Van Khe Urban Area Project	153.041.892.200	154.941.892.200
Advance from the Academy of Policy and Development	27.945.880.873	27.945.880.873
Advance from Marie Curie Private High School	10.938.966.538	10.938.966.538
Pre-allocation fund for SUDICO building repair	2.009.320.000.000	700.000.000.000
Deposits for kiosk rental and house purchase	8.800.787.866	6.159.648.909
TOTAL	2.210.047.527.477	899.986.388.520

(*) According to Official Dispatch No. 230/UBND-KT of the Hanoi People's Committee, the Company was assigned to build and sell apartments in unit 3 of CT9 building, My Dinh - Me Tri Urban Area and the profits earned must be returned to the Hanoi budget. The Company temporarily calculated the returned profit as 13,084,244,056 VND.

(**) December 30, 2024, paid 2016 and 2017 cash dividends.

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22. LOANS

	Ending balance		Movement during the year		Beginning balance	
	Balance	Payable amount	Increase	Reduce	Balance	Payable amount
Short-term						
Short-term loans from banks	-	-	-	-	-	-
Short-term loans from individuals	-	-	-	-	-	-
Long term loan due	163.380.000.000	163.380.000.000	163.380.000.000	899.095.000.000	899.095.000.000	899.095.000.000
TOTAL	163.380.000.000	163.380.000.000	163.380.000.000	899.095.000.000	899.095.000.000	899.095.000.000
Long-term						
Long-term loans from banks	408.046.870.000	408.046.870.000	-	148.380.000.000	556.426.870.000	556.426.870.000
TOTAL	408.046.870.000	408.046.870.000	-	-	556.426.870.000	556.426.870.000

23. BONUS AND WELFARE FUND

	Ending balance	Beginning balance
Bonus and welfare fund	92.876.354.594	93.404.631.832
Investment and development fund	749.270.472.555	749.270.472.555
Other equity funds	7.523.041.519	7.523.041.519
TOTAL	<u>849.669.868.668</u>	<u>850.198.145.906</u>

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4th Quarter 2024

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24. OWNERS'S EQUITY

24.1 Increase and decrease in owners' equity

	Share capital	Share premium	Treasury shares	Other owners's equity	Investment and development fund	Other equity funds	Undistributed earnings	Non-controlling interest	Total
Beginning balance 2023	1.148.555.400.000	219.017.196.787	(61.161.904.650)	48.750.000.000	749.270.472.555	7.523.041.519	406.871.991.921	56.616.345.254	2.575.442.543.386
- Net profit for the year	-	-	-	-	-	-	185.337.121.512	(1.571.539.959)	183.765.581.553
- Distribution for bonus and welfare fund	-	-	-	-	-	-	(279.339.926)	(268.385.419)	(547.725.345)
- Dividends distributed to non-controlling shareholders	-	-	-	-	-	-	-	(735.000.000)	(735.000.000)
- Other increase	-	-	-	-	-	-	3.661.176.177	-	3.661.176.177
Ending balance 2023	1.148.555.400.000	219.017.196.787	(61.161.904.650)	48.750.000.000	749.270.472.555	7.523.041.519	595.590.949.684	54.041.419.876	2.761.586.575.771
- Net profit for the year	-	-	-	-	-	-	265.690.207.812	825.767.965	266.515.975.777
- Distribution for bonus and welfare fund	-	-	-	-	-	-	(128.162.675)	(123.168.751)	(251.331.426)
- Dividends distributed to non-controlling shareholders	-	-	-	-	-	-	-	(735.000.000)	(735.000.000)
- Change in control ratio in subsidiary	-	-	-	-	-	-	2.266.609.637	(38.378.909.637)	(36.112.300.000)
- Other increase	-	-	-	-	-	-	-	(70.272.447)	(70.272.447)
Ending balance 2024	1.148.555.400.000	219.017.196.787	(61.161.904.650)	48.750.000.000	749.270.472.555	7.523.041.519	863.419.604.458	15.559.837.006	2.990.933.647.675

24.2 Contributed charter capital

	Ending balance			Beginning balance		
	Total	Ordinary shares	Preferred shares	Total	Ordinary shares	Preferred shares
An Phat Investment and Service Trading Joint Stock Company	413.678.620.000	413.678.620.000	-	417.458.620.000	417.458.620.000	-
Others	734.876.780.000	734.876.780.000	-	731.096.780.000	731.096.780.000	-
Share premium	218.799.446.787	218.799.446.787	-	218.799.446.787	218.799.446.787	-
Treasury shares	(61.161.904.650)	(61.161.904.650)	-	(61.161.904.650)	(61.161.904.650)	-
TOTAL	1.306.192.942.137	1.306.192.942.137	-	1.306.192.942.137	1.306.192.942.137	-

24.3 Capital transactions with owners and distribution of dividends, profits

	Current year	Previous year
Contributed capital		
Beginning balance	1.148.555.400.000	1.148.555.400.000
Ending balance	1.148.555.400.000	1.148.555.400.000

SJ GROUP Joint Stock Company

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24.4 Dividends

	Quantity	
	Ending balance	Beginning balance
Issued shares	114.855.540	114.855.540
Ordinary shares	114.855.540	114.855.540
Treasury shares	958.060	958.060
Ordinary shares	958.060	958.060
Shares in circulation	113.897.480	113.897.480
Ordinary shares	113.897.480	113.897.480

The Company's shares are listed on the Ho Chi Minh City Stock Exchange ("HOSE") under name SJS.

The par value of outstanding shares is 10,000 VND per share (31 December 2023: 10,000 VND).

25. NON-CONTROLLING INTEREST

Currency: VND

Contributed charter capital	38.222.600.000
Share premium	117.250.000
Bonus and welfare fund	(3.288.360.658)
Investment and development fund	2.326.996.666
Accumulated dividends	(4.447.021.303)
Transfer of shares reduces ownership ratio in subsidiary	(38.378.909.637)
Undistributed earnings	21.007.281.939
	15.559.837.007

For the year ended 31 December 2024

Loss belongs to non-controlling shareholders	825.767.965
	825.767.965

SJ GROUP Joint Stock Company

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26. REVENUES

	Quarter 4 2024	Quarter 4 2023
Gross revenue	278.322.372.406	173.242.368.384
<i>In which:</i>		
Revenue from sales of real estate properties	256.525.853.045	148.650.726.525
Revenue from rendering of services	21.796.519.361	24.591.641.859
Deductions	-	-
Net revenue	<u>278.322.372.406</u>	<u>173.242.368.384</u>

26.2 Finance income

Interest on deposits and loans	870.488.125	634.696.273
Dividends, profit distributed	-	-
Other financial revenue	-	-
TOTAL	<u>870.488.125</u>	<u>634.696.273</u>

27. COST OF GOODS SOLD AND SERVICES RENDERED

Cost of sales of real estate properties	83.903.275.324	81.636.728.865
Cost of rendering of services	17.101.581.930	19.043.525.054
TOTAL	<u>101.004.857.254</u>	<u>100.680.253.919</u>

28. FINANCE EXPENSES

Loan interest	-	-
(Reversal)/Provision for diminution in value of held-for-trading securities and impairment loss of investments	(316.580.000)	(930.610.000)
TOTAL	<u>(316.580.000)</u>	<u>(930.610.000)</u>

29. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

Selling expenses	680.686.526	-
General and administrative expenses	15.529.615.409	13.869.711.439
TOTAL	<u>16.210.301.935</u>	<u>13.869.711.439</u>

30. OTHER INCOME AND OTHER EXPENSES

	Quarter 4 2024	Quarter 4 2023
Other income	935.056.546	31
Other expense	492.277.643	1.868.053.005
NET OTHER PROFIT	442.778.903	(1.868.052.974)

31. CORPORATE INCOME TAX

The CIT rate applicable to the Group is 20% of taxable income.

The tax returns filed by the Group are subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the consolidated financial statements could change at a later date upon final determination by the tax authorities.

CIT expense

	Quarter 4 2024	Quarter 4 2023
Current tax expense	40.277.191.682	23.366.685.381
Deferred tax expenses	(289.296.582)	-
TOTAL	39.987.895.100	23.366.685.381

32. TRANSACTIONS WITH RELATED PARTIES

List of related parties that have a controlling relationship with the Group during the year and as at 31 December 2023 is as follows:

<i>Related parties</i>	<i>Relationship</i>
An Phat Investment Service Trading JSC	Major shareholder
SJTien Xuan Limited Company ("SJ Tien Xuan")	Subsidiary
Sudico Thang Long Limited Company ("Sudico Thang Long")	Subsidiary
SJ Service Joint Stock Company ("SJ Service")	Subsidiary
Middleland Sudico Joint Stock Company ("Sudico Mien Trung")	Subsidiary
Sudico Hoa Binh Joint Stock Company ("Sudico Hoa Binh")	Subsidiary
Sudico Development Investment and Building Materials Joint Stock Company	Subsidiary
Sudico Consulting Joint Stock Company ("Sudico Consultant")	Subsidiary
Sudico Construction Joint Stock Company ("Sudico Construction")	Associate until 25 April 2024

Terms and conditions of transactions with related parties

Outstanding balances at 31 December 2024 are unsecured, interest free and will be settled in cash. For the year ended 31 December 2023, the Group has not made any provision for doubtful debts relating to amounts owed by related parties (31 December 2023: 0). This assessment is undertaken each financial year through the examination of the financial position of the related party and the market in which the related party operates.

As of the end of the 4th Quarter 2024 accounting period, the receivables and payables to related parties were as follows:

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>Ending balance</i>	<i>31/12/2023</i>
Short-term trade receivables				
Sudico Construction Joint Stock Company Is no longer an Associate since April 25, 2024	Affiliated companies	Kiosk for rent	-	131.040.000
			-	131.040.000

33. EARNINGS PER SHARE

The following reflects the income and share data used in the basic and diluted earnings per share computations:

	Quarter 4 2024	Quarter 4 2023
Net profit after tax attributable to ordinary shareholders	122.279.304.719	81.458.538.429
Distribution to bonus and welfare fund	-	-
Net profit attributable to ordinary shareholders adjusted for the effect of dilution	122.279.304.719	81.458.538.429
Weighted average number of ordinary shares (excluding treasury shares) for basic earnings (loss) per share	113.897.480	113.897.480
Weighted average number of ordinary shares (excluding treasury shares) adjusted for the effect of dilution	113.897.480	113.897.480
Basic earnings per share	1.074	715
Diluted earnings per share	1.074	715

There have been no transactions involving ordinary shares or potential ordinary share transactions from the end of the accounting period to the date of preparation of these consolidated financial statements.

34. EVENTS AFTER THE BALANCE SHEET DATE

There is no other matter or circumstance that has arisen since the consolidated balance date that requires adjustment or disclosure in the consolidated financial statements of the Group.


Nguyen Thi Quynh
Preparer


Tran Viet Dung
Chief Accountant


Nguyen Hai Ninh
Chief Financial Officer



Ha Noi, Viet Nam

25 January 2025