

REPORT
Appraisal of 2024 Financial Statement
of PetroVietnam Power Corporation - JSC

I. Pursuant to

- The Law on Civil Servants No. 59/2020/QH14 dated June 17, 2020.
- The Articles of Association of PetroVietnam Power Corporation - JSC;
- The organizational and operational regulations of the Board of Supervisory of PetroVietnam Power Corporation - JSC;
- PV Power Board of Supervisory Operation Plan for 2024 approved by The General Meeting of Shareholders at Resolution No 36/NQ-ĐHĐCĐ dated May 23, 2024

II. Appraisal basis.

- Audited separate financial statements for the fiscal year ending December 31, 2024 of the parent company PetroVietnam Power Corporation - JSC issued by Deloitte Vietnam Audit Company Limited under audit letter No. 0987/VN1A-HN-BC dated March 29, 2025.
- Audited consolidated financial statements for the fiscal year ending December 31, 2024 of Vietnam Oil and Gas Power Corporation - JSC issued by Deloitte Vietnam Audit Company Limited under audit letter No. 0988/VN1A-HN-BC dated March 29, 2025.

III. Content implementation.

- Review the presentation of indicators on the Financial Statements of the Corporation prepared on December 31, 2024 to ensure compliance with the enterprise accounting regime according to Circular 200/2014/TT-BTC dated December 22, 2014 and Vietnamese Accounting Standards.
- Evaluate the selection and application of significant accounting policies, the appropriateness and consistency of their application and the reasonableness of accounting estimates made by the Corporation, as well as evaluate the overall presentation of the financial statements.
- Review and discuss with the independent auditor about the exceptions or important contents when performing the audit of the Financial Statements.

IV. Limited scope of implementation.

- PetroVietnam Power Corporation - JSC was responsible for accurately and reasonably preparing and presenting the Financial statements of the parent

company and the consolidated Financial statements. The Board of Supervisors conducted appraisal based on data and reports prepared and provided by the Finance and Accounting Department of the Corporation and did not review detailed accounting records and documents that form the data reflected in the Financial Statements of the Corporation.

- The representative of the Corporation's capital at member units was responsible for accurately and fairly preparing and presenting the Financial statements of the member units and enterprises with capital contributions from the Corporation.

V. Appraisal results

- The 2024 financial statements reflects the financial situation of the Parent Company, the consolidated financial situation of the Corporation as at December 31, 2024, as well as the Income statements and cash flow situation for the fiscal year ended on the same day, in accordance with Vietnamese Accounting Standards, Enterprise Accounting Regime and legal regulations related to the preparation and presentation of Financial Statements.

- Recording, opening accounting books, classifying economic contents had to strictly comply with accounting standards issued by the Ministry of Finance, reporting and periodically publishing information in accordance with current regulations.

- The 2024 financial statements was audited in accordance with the provisions of the Corporation's Articles of Association and the Resolution of the 2024 Annual General Meeting of Shareholders. Deloitte Vietnam Audit Company Limited was the unit selected to audit the 2024 Financial Statements of the Corporation.

- In 2024, PV Power fully implemented measures to preserve capital associated with production and business activities: Implemented the capital management regime, profit distribution, financial regime, accounting regime according to the provisions of law; Purchased full insurance for assets owned by PV Power according to regulations; Set up provisions including provision for periodic maintenance and repair costs of power plants, provision for bad debts, provision for losses of non-current financial investments.

- There were no exceptions at The consolidated financial statements and the audited financial statements of PV Power's parent company as of December 31, 2024. The independent auditor only raised one issue emphasizing that at the date

of preparing the 2024 financial statements, the competent authorities had not approved the equitization settlement at the time the Corporation officially transformed into a joint stock company.

1. Parent Company's Basic Financial Indicators

No	Items	Unit	31/12/2023	31/12/2024	Assessment
I.	Asset structure				
1	Non-current assets / Total assets	%	61.12%	66.87%	Increase
2	Current assets / Total assets	%	38.88%	33.13%	Decrease
II.	Capital structure				
1	Liabilities / Total Capital	%	50.99%	56.38%	Increase
2	Equity / Total Capital	%	49.01%	43.62%	Decrease
3	Liabilities/ Equity	Turn	1.04	1.29	Increase
III.	Payment capacity indicators				
1	Total Debt to Assets Ratio	Turn	1.96	1.77	Decrease
2	Current Ratio	Turn	1.03	0.8	Decrease
3	Quick Ratio	Turn	0.95	0.75	Decrease
V.	Profitability ratio		31/12/2023	31/12/2023	
1	Return on Sales (ROS)	%	5.83%	5.27%	Decrease
2	Return on assets (ROA)	%	2.28%	1.77%	Decrease
3	Average Return on Equity (ROE)	%	4.22%	4.06%	Decrease

❖ **Total revenue:** The total revenue of the parent company in 2024 reached 24,769.34 billion VND (including revenue from main production and business activities reaching 22,894.71 billion VND, financial revenue reaching 749.4 billion VND and other income reaching 1,125.22 billion VND), increased by VND 2,906.58 billion VND, equivalent to an increase of 13.3% compared to 2023.

❖ **Total Cost:** Total expenses of the parent company in 2024 reached 23,439.45 billion VND, increased by 2,871.85 billion VND, equivalent to an increase of 13.96% compared to 2023. - Of which: Cost of goods sold and services provided in 2024 was 21,607.06 billion VND, increased by 2,486.45 billion VND, equivalent to an increase of 13% compared to 2023; Financial expenses in 2024 were 472.2 billion VND, increased by 102.04 billion VND, equivalent to an increase of 27.6% compared to 2023; Business management expenses in 2024 were 664.21 billion VND, decreased by 406.7 billion VND, equivalent to a

decrease of 38% compared to 2023; Other expenses were 695.99 billion VND, increased by 690.08 billion VND compared to 2023.

❖ **Total profit:** Total pre-tax profit of the parent company in 2024 reached 1,329.89 billion VND, increased by 34.73 billion VND, equivalent to an increase of 3% compared to 2023; Total after-tax profit of the parent company in 2024 reached 1,207.17 billion VND, increased by 7.08 billion VND, equivalent to an increase of 1% compared to 2023. The parent company's pre-tax profit increased compared to 2023 due to the increase in revenue from main business activities and other income being higher than the increase in expenses as analyzed above.

❖ **Asset structure of the parent company:** Total assets as of December 31, 2024 were 68,140.14 billion VND, increased by 9,032.25 billion VND, equivalent to an increase of 15.28% compared to December 31, 2023. Of which, non-current assets accounted for 66.87% of total assets, increased by 5.75% compared to December 31, 2023; correspondingly, current assets accounted for 33.13% of total assets, decreased by 5.75% compared to December 31, 2023. Total assets increased mainly in the following items: Cash and cash equivalents (increased by 2,770.25 billion VND); current financial investments (increased by 1,171.03 billion VND); non-current unfinished assets (increased by 10,712.44 billion VND); Investments in subsidiaries (increased by 42.84 billion VND); Capital contributions to other entities (increased by 302.3 billion VND); Other non-current assets (increased by 233.53 billion VND); and decreased mainly in the following items: Current receivables (decreased by 2,977.83 billion VND); Inventories (decreased by 439.59 billion VND); Other current assets (decreased by 935.27 billion VND); Fixed assets (decreased by 1,539.83 billion VND due to depreciation).

- Cash and cash equivalents as of December 31, 2024 were 10,963.33 billion VND, increased by 2,770.25 billion VND, equivalent to an increase of 33.81% compared to December 31, 2023. Current Financial investment as of December 31, 2024 were 1,245.91 billion VND, increased by 1,171.03 billion VND, 16.64 times higher compared to December 31, 2023.

- Current receivables as of December 31, 2024 were 8,489.43 billion VND, increased by 2,977.83 billion VND, equivalent to a decrease of 35.08% compared to December 31, 2023.

- Other current assets as of December 31, 2024 were 451.38 billion VND, decreased by 935.27 billion VND, 3,07 times lower compared to December 31, 2023. This decrease was mainly due to the refund of deductible Value Added Tax

(VAT) for the Nhon Trach 3 & 4 Power Plant projects (amounting to 1,514 billion VND as of December 31, 2024).

- Non-current unfinished assets as of December 31, 2024 were 19,704.42 billion VND, increased by 10,712.44 billion VND, equivalent to 2,19 times higher compared to December 31, 2023.

- Other non-current assets as of December 31, 2024 were 3,564.19 billion VND, increased by 233.53 billion VND, equivalent to an increase of 7% compared to December 31, 2023.

- Non-Current Financial investment: The total value of long-term financial investment as of December 31, 2024 was 5,815.27 billion VND, increased by 37.63 billion VND compared to December 31, 2023.

❖ **Capital structure:** Capital structure fluctuated in the direction of increasing the level of financial leverage. The ratio of Total Liabilities to Total capital increased from 50.99% (as of December 31, 2023) to 56.38% (as of December 31, 2024). The ratio of Equity to Total Assets decreased from 49.01% (as of December 31, 2023) to 43.62% (as of December 31, 2024). Liabilities as of date December 31, 2024 were 38,419.05 billion VND, increased by 8,282.19 billion VND compared to December 31, 2023, current debt accounted for 73.62% of total liabilities, non-current liabilities accounted for only 26.38% of total liabilities.

- Current liabilities as of December 31, 2024 were 28,284.45 billion VND, increased by 6,064.04 billion VND, equivalent to an increase of 27.29% compared to December 31, 2023.

- Non-current liabilities as of December 31, 2024 were 10,134.6 billion VND, an increase of 2,218.14 billion VND compared to December 31, 2023, mainly due to increased long-term debt for Nhon Trach 3 and Nhon Trach 4 power plant projects.

+ Non-current loans from credit institutions as of December 31, 2024 were 8,356.64 billion VND, increased by 2,368.76 billion VND compared to December 31, 2023.

+ Owner's equity as of December 31, 2024 was 2,506.59 billion VND, an increase of 342.62 billion VND compared to the same of the period to December 31, 2023.

❖ **Capital preservation coefficient:** at 31/12/2024 was 1.03 times. (Equity at 31/12/2024 was 29,721.09 billion VND/Equity at 31/12/2023 was 28,971.03 billion VND).

❖ **Debt to equity ratio:** As of December 31, 2024, the ratio was 1.29 times > 1, showing that the company was operating on more borrowed capital than equity, the company's assets were mainly financed by external loans, with high debt repayment pressure in the following years. However, the debt ratio is still < 3, remaining within a safe threshold, and given that the Corporation is in the initial investment and construction phase, this ratio is appropriate for the Corporation's development stage.

❖ **Solvency Ratios** At December 31, 2024, PVPower's solvency ratios all decreased compared to December 31, 2023. The total debt to assets ratio (Total Assets / Total Liabilities) was 1.77 times, but the current ratio was 0.8 times, which is less than 1, indicating a potential difficulty in paying off short-term debts. However, the quick ratio was 0.75, which is greater than 0.5, indicating that the company still meets its immediate payment obligations, and the liquidity of short-term assets remains relatively high.

❖ **Profitability Ratios**

- Return on Sales (ROS) 5.27% means that 100 VND of revenue will bring 5.27 VND of profit after tax;

- Return on equity (ROE): 4.06% means that 100 dong of equity will generate 4.06 dong of profit after tax;

- Return on assets (ROA): 1.77% means that 100 dong of the company's assets will generate 1.77 dong of profit after tax.

These indicators all decreased compared to the same period in 2023 because the after-tax profit index had a lower increase than the increase in revenue, total assets, and equity.

2. Basic financial indicators on the consolidated financial statements of the Corporation

No	Items	Unit	31/12/2023	31/12/2024	Assessment
I.	Asset structure				
1	Non-current assets / Total assets	%	58.72%	62.48%	Increase
2	Current assets / Total assets	%	41.28%	37.52%	Decrease
II.	Capital structure				
1	Liabilities / Total Capital	%	51.51%	56.60%	Increase
2	Equity / Total Capital	%	48.49%	43.40%	Decrease
3	Liabilities/ Equity	Turn	1.06	1.30	Increase
III.	Payment capacity indicators				
1	Total Debt to Assets Ratio	Turn	1.94	1.77	Decrease
2	Current Ratio	Turn	1.08	0.90	Decrease

No	Items	Unit	31/12/2023	31/12/2024	Assessment
3	Quick Ratio	Turn	1.00	0.84	Decrease
V.	<i>Profitability ratio</i>		31/12/2023	31/12/2024	
1	Return on Sales (ROS)	%	4.53%	4.00%	Decrease
2	Return on assets (ROA)	%	2.02%	1.61%	Decrease
3	Average Return on Equity (ROE)	%	3.81%	3.49%	Decrease

❖ **Total revenue:** Total consolidated revenue in 2024 reached VND 32,069.92 billion (of which: The total revenue from production and business practices reached 30,305.63 billion VND, financial revenue reaching 566.1 billion VND) increased by 3,034.89 billion VND, equivalent to an increase of 10.45% compared to the same period of 2023.

❖ **Total profit:** Total consolidated profit before tax in 2024 reached 1,383.24 billion VND, decreased by 58.83 billion VND, equivalent to a decrease of 4.25% over the same period in 2023.

❖ **Asset structure:** The total consolidated assets as of December 31, 2024 were 79,915.03 billion VND, increased by 9,552.94 billion VND, equivalent to an increase of 13.58% compared to December 31, 2023. Non-current assets amounted to 49,934.47 billion VND, accounting for 62.48% of the total assets, an increase of 20.85% compared to December 31, 2023. Current assets amounted to 29,980.56 billion VND, accounting for 37.52% of the total assets, an increase of 3.23% compared to December 31, 2023. Total assets consolidated increased mainly in the following items: Cash and cash equivalents (increased by 3,124.65 billion VND); current financial investments (increased by 1,721.01 billion VND); non-current unfinished assets (increased by 10,712.44 billion VND); Other non-current assets (increased by 161.38 billion VND); and decreased mainly in the following items: Current receivables (decreased by 2,687.29 billion VND); Inventories (decreased by 372.3 billion VND); Other current assets (decreased by 847.47 billion VND); Fixed assets (decreased by 2,080.48 billion VND due to depreciation).

- Current receivables from customers (Consolidated Financial Statements) as of December 31, 2024 were 11,120.91 billion VND, accounting for 13.92% of total assets, decreased by 1,589.56 billion VND, equivalent to a decrease of 14.29% compared to December 31, 2023.

- Advance payments to sellers as of December 31, 2024 reached 296.91 billion VND, decreased by 977.14 billion VND compared to December 31, 2023.

- Non-current assets in progress increased mainly due to the recognition of construction costs in progress for the Nhon Trach 3 and Nhon Trach 4 power plant construction investment project during the period.

- Current financial investment (consolidated financial statements) as of December 31, 2024 were 4,111.87 billion VND, decreased by 1,721.01 billion VND, 1.72 times higher compared to December 31, 2023. These were deposits at commercial banks with terms from 3 months to 12 months.

- Other non-current assets (consolidated financial statements) as of December 31, 2024 were 5,087.88 billion VND, increased by 161.38 billion VND, equivalent to an increase of 3.3% compared to the same period of 2023.

❖ **Capital structure:** The ratio of Liabilities to Total Capital increased from 51.51% (as of December 31, 2023) to 56.66% (as of December 31, 2024). Correspondingly, the ratio of Owners' Equity to Total Capital decreased from 48.49% (as of December 31, 2023) to 43.34% (as of December 31, 2024). This was due to an increase in Liabilities of 8,991.74 billion VND, equivalent to an increase of 24.8%, and an increase in Owners' Equity of 561.2 billion VND, equivalent to an increase of 1.64% compared to December 31, 2023.

- Liabilities (consolidated financial statements) as of December 31, 2024 were 45,234.4 billion VND, of which: Current payables to suppliers were 15,726.15 billion VND, and payables to credit institutions were 22,659.4 billion VND. Payables increased mainly in the following items: Current payable expenses (increased by 172.83 billion VND), payables to credit institutions (increased by 9,980.53 billion VND), non-current payable provisions (increased by 342.62 billion VND); and decreased mainly in: Current payables to suppliers (decreased by 221.05 billion VND), other short-term payables (decreased by 1,220.47 billion VND).

+ Current payables to suppliers (consolidated financial statements) as of December 31, 2024, were 15,726.15 billion VND, decreased by 221.05 billion VND compared to the same period last year, equivalent to a decrease of 14.06%.

+ Total debt payable to credit institutions as of December 31, 2024 were 22,659.4 billion VND, of which short-term working capital loans are 12,346.44 billion VND and long-term loans were 10,312.96 billion VND.

❖ Capital preservation coefficient: as of December 31, 2024 was 1.02 times. (Equity at 31/12/2024 was 34,680.63 billion VND/Equity at 31/12/2023 was 34,119.43 billion VND). This indicates that the Corporation has preserved its owners' equity.

❖ **Debt to equity ratio:** as of December 31, 2024 was 1.3 times (not exceeding 3 times as prescribed).

❖ **Solvency Ratios:** As of December 31, 2024, the general liquidity ratio (Total Assets/Liabilities) was 1.77 times. The current ratio was 0.9 times. The Quick ratio were 0.84 times. The coefficients reflecting the ability to pay all decreased compared to the same period in 2023 but still maintained the level ≥ 1 , showing the financial situation of the Corporation within the safety threshold.

❖ **Profitability Ratios (consolidated financial statements):** Return on Sales (ROS) was 4%; the after-tax profit margin on average equity (ROE) was 3.49%; the after-tax profit margin on total assets (ROA) was 1.61%. ROA and ROE indexes both decreased compared to the same period in 2023 due to the decrease in after-tax profit in 2024 compared to the same period in 2023.

3. Recommendations:

The Board of Directors of PV Power continues to direct the implementation of the following tasks:

- Pay attention to cash flow management and capital arrangement solutions to ensure capital sources for investment activities. Continue to implement debt collection measures, especially for overdue debts.

- Continue to (1) work with EVN on the gas allocation ratio for consumers in Ca Mau to recover the gas price difference not yet approved for payment by EVN/EPTC; (2) work with PV GAS/EVN on a specific plan to supply additional LNG for Nhon Trach 1 Power Plant; (3) the gas supply plan for Ca Mau 1&2 Power Plants after 2027.

- Manage investment project portfolio; Monitor and urge the implementation of investment projects to put them into operation on schedule.