

PHNOM PENH AUTONOMOUS PORT

THE FOURTH QUARTER REPORT

2024



THE VIEW AT CONTAINER TERMINAL LM17



ភ្នំពេញស្វ័យគ្រប់គ្រង
PHNOM PENH AUTONOMOUS PORT

ក្រុមហ៊ុនចុះបញ្ជីមូលបត្រ
LISTED COMPANY

4th Quarterly Report of 2024
(End 31/12/2024)
Phnom Penh Autonomous Port

1. Financial Highlight, Graph of Financial Information and Stock Ownership

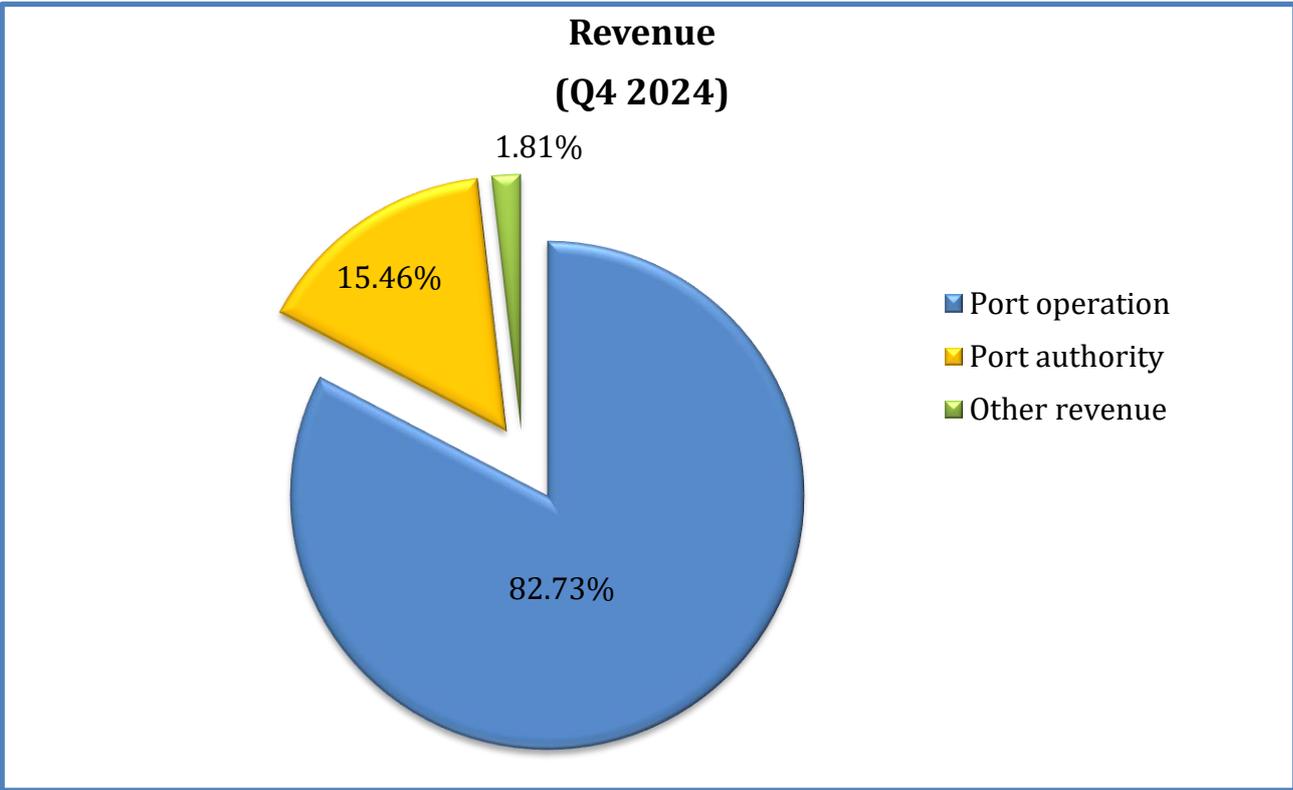
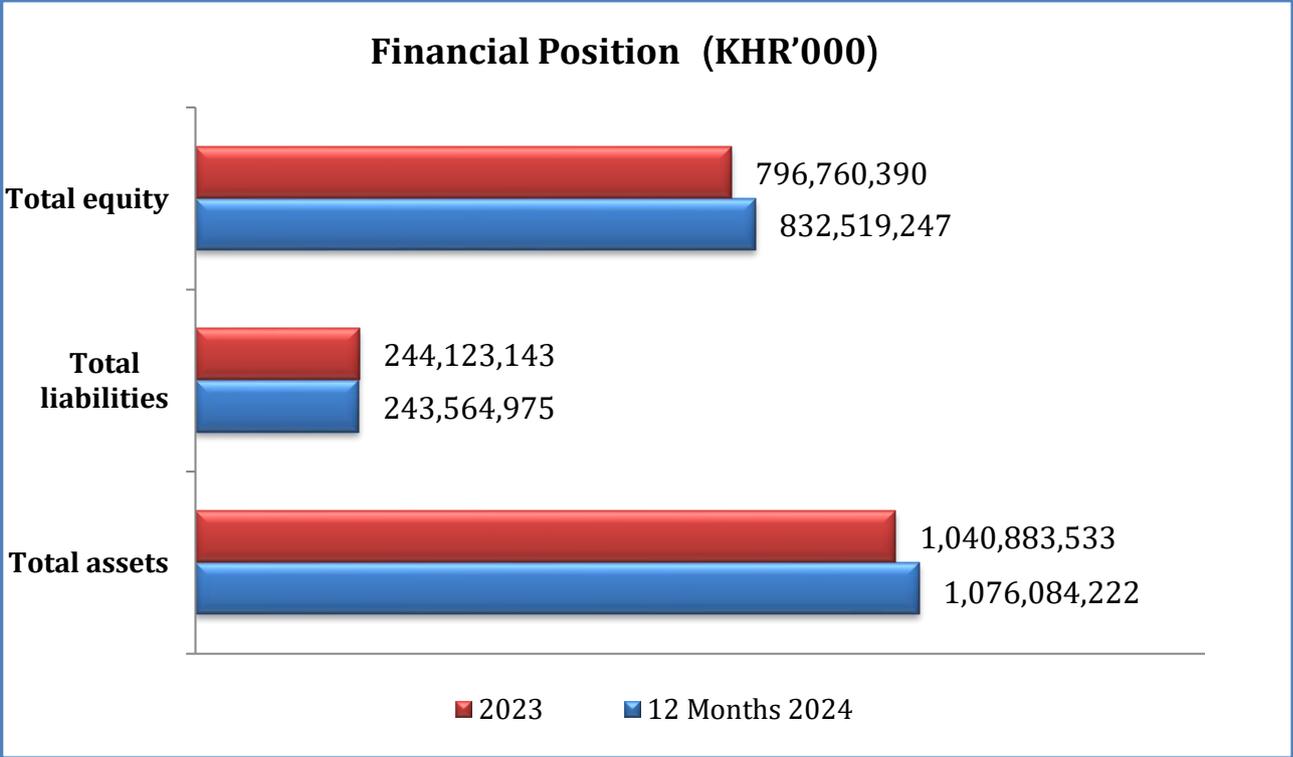
1.1. Financial Highlight

Description		31 December 2024	31 December 2023	31 December (*) 2022 (restatement)
Financial Position (KHR'000)				
Total assets		1,076,084,222	1,040,883,533	1,010,908,085
Total liabilities		243,564,975	244,123,143	241,216,456
Total equity		832,519,247	796,760,390	769,691,629
Profit/(Loss) (KHR'000)		Q4 2024	Q4 2023	Q4 2022 (restatement)
Total revenues		40,959,504	33,437,025	32,844,044
Profit/(Loss) before tax		14,053,435	11,987,839	17,811,304
Profit/(Loss) after tax		12,411,088	9,429,520	14,530,215
Total comprehensive income		4,941,289	1,556,899	15,215,811
Financial Ratios		Q4 2024	31 December 2023	31 December 2022 (restatement)
Solvency ratio (%)		7.39%	23.55%	31.17%
Liquidity ratio	Current ratio (times)	1.73	1.44	1.85
	Quick ratio (times)	1.67	1.35	1.77
		Q4 2024	Q4 2023	Q4 2022 (restatement)
Profitability ratio	Return on assets (%)	1.15%	0.91%	1.44%
	Return on equity (%)	1.49%	1.18%	1.89%
	Gross profit margin (%)	60.85%	62.36%	62.60%
	Profit margin(%)	30.30%	28.20%	44.24%
	Earning per share (Riel)	600.02	455.88	702.47
Interest coverage ratio (times)		23.26	17.20	22.18

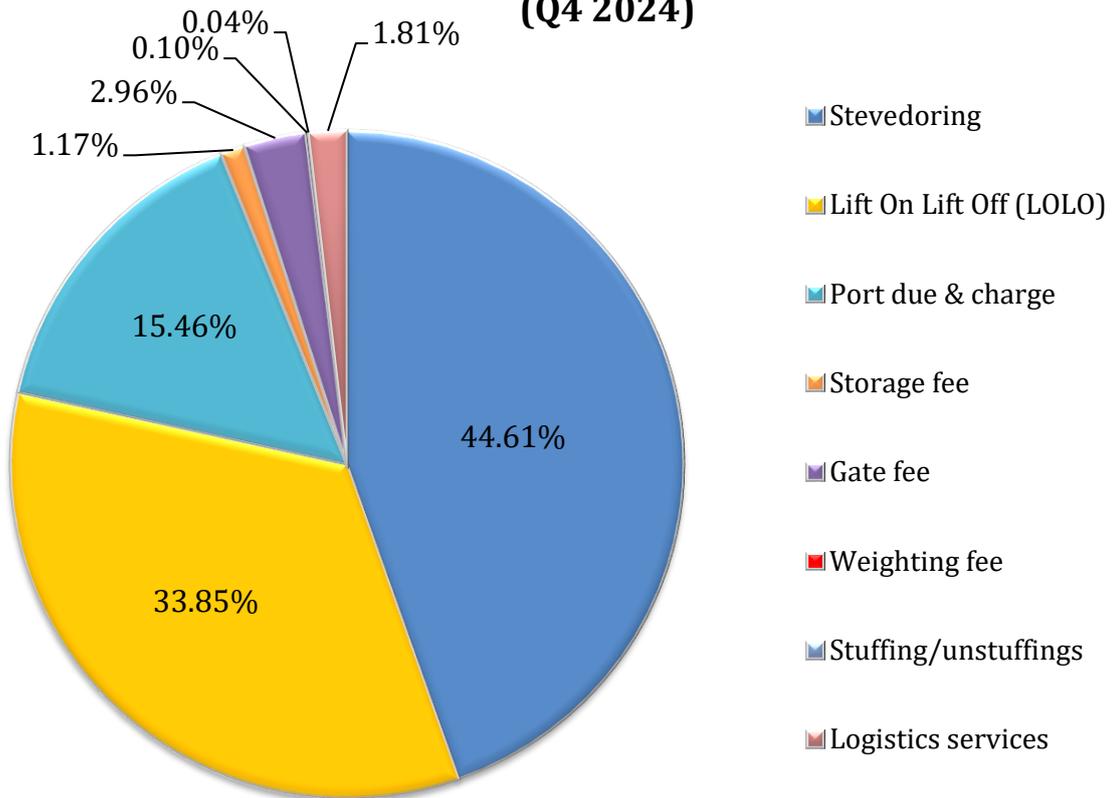
Note: The comparative information has been restated by the independent auditor as below:

- For the period as at 31 December 2022
- For the quarter 4, 2022 (as of 31 December)

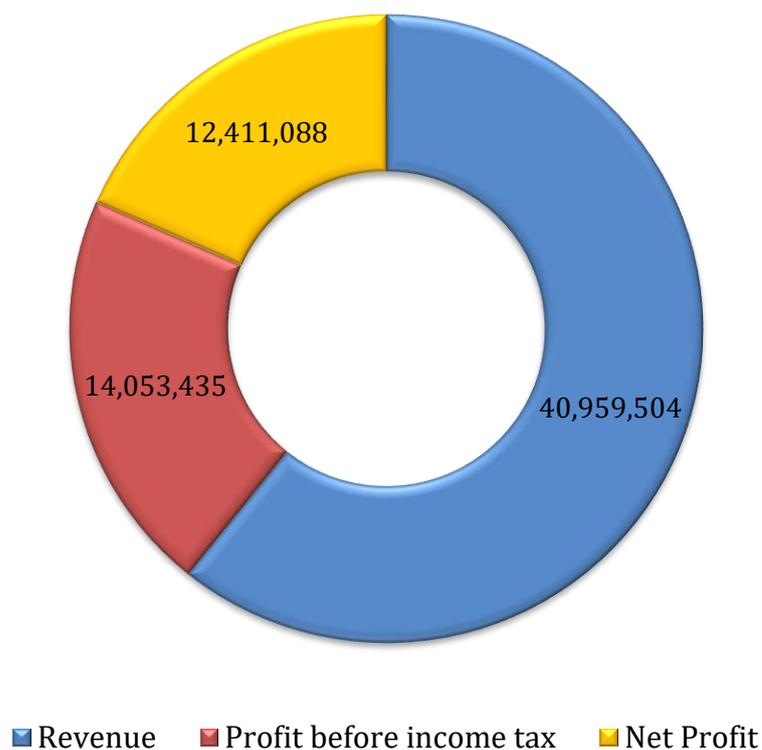
1.2. Graph of Financial Information Highlight (As of 31 December 2024)

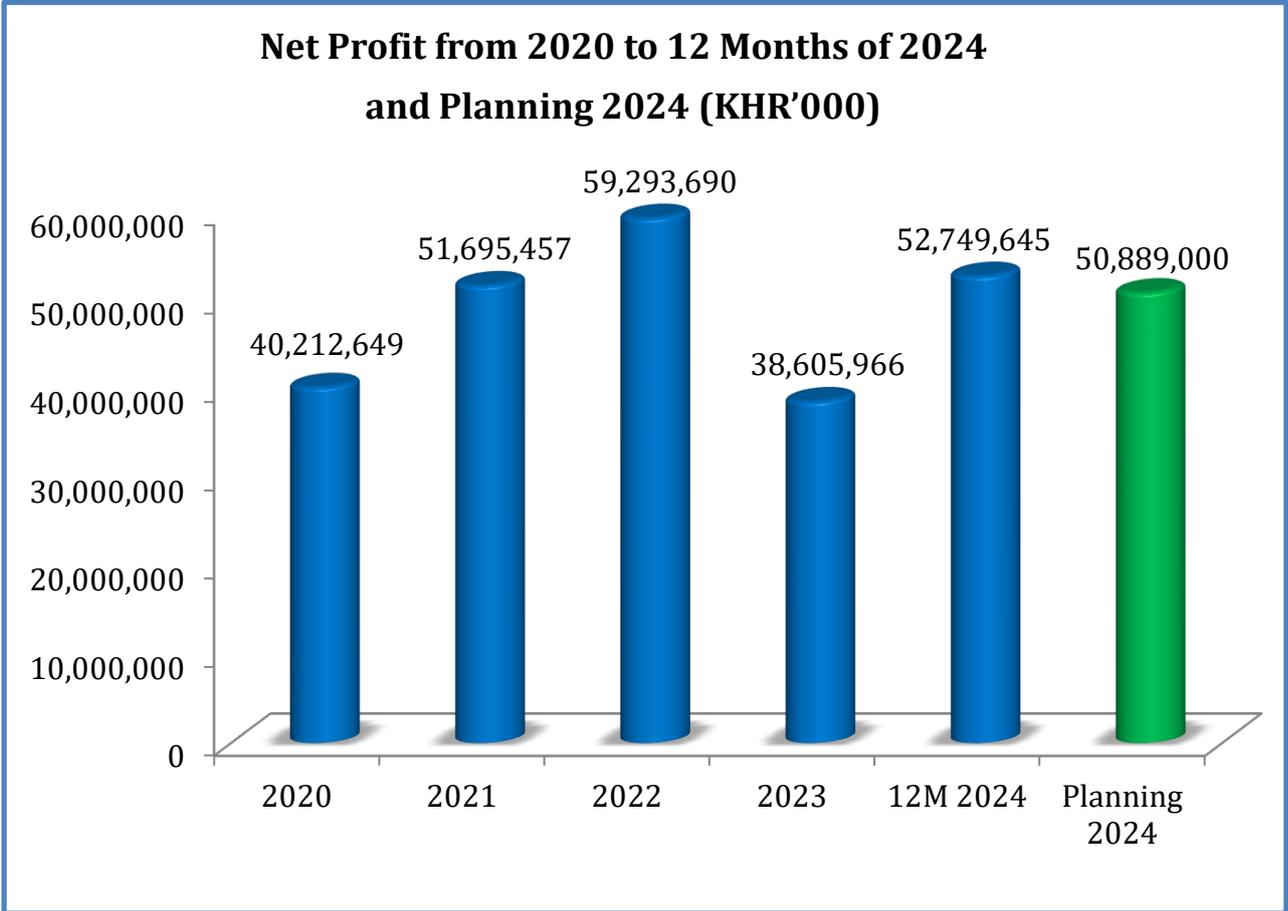
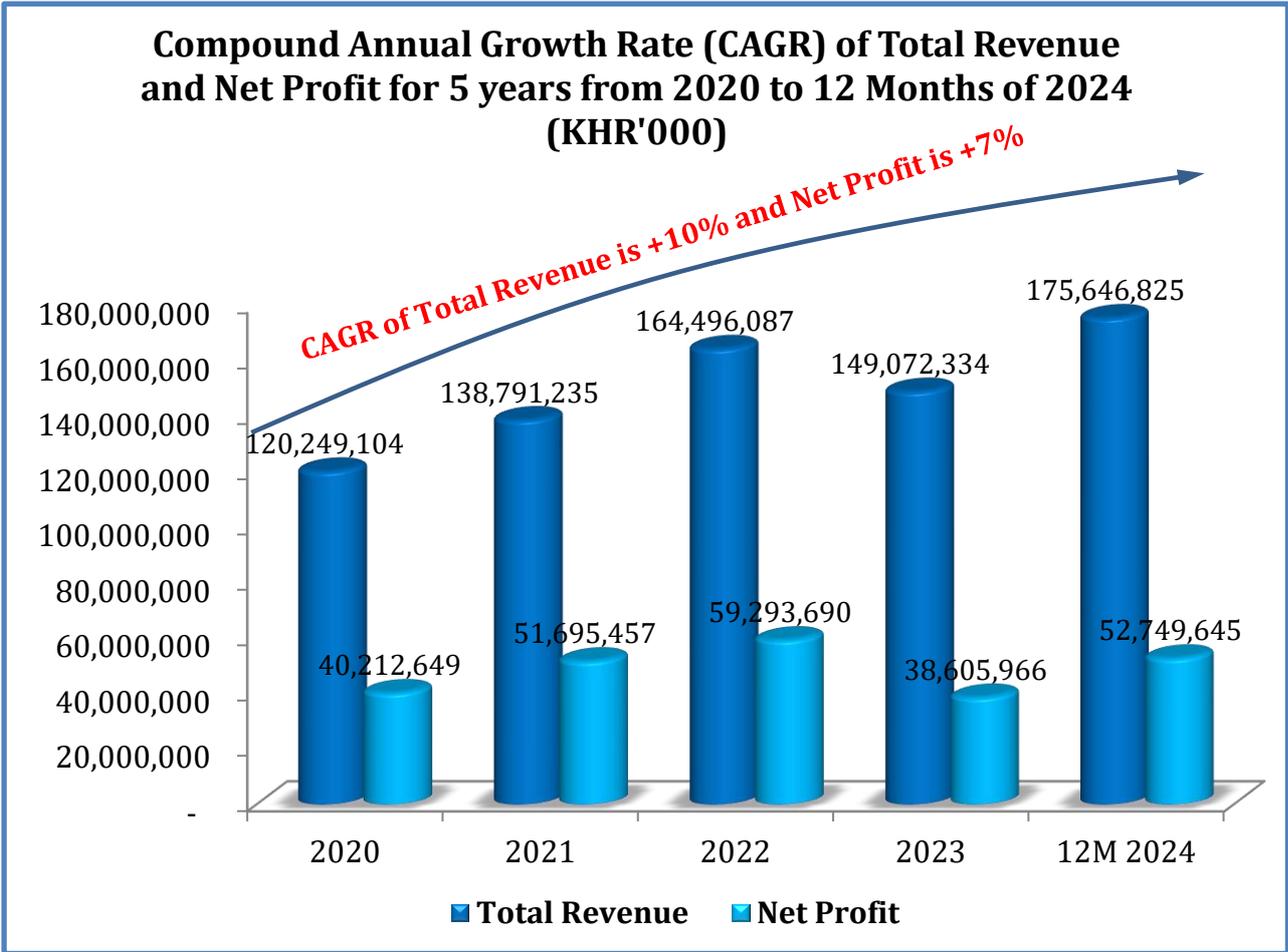


Types of Revenue Distribution Compared to Total Revenues (Q4 2024)



Net Profit for Q4 2024 (KHR'000)

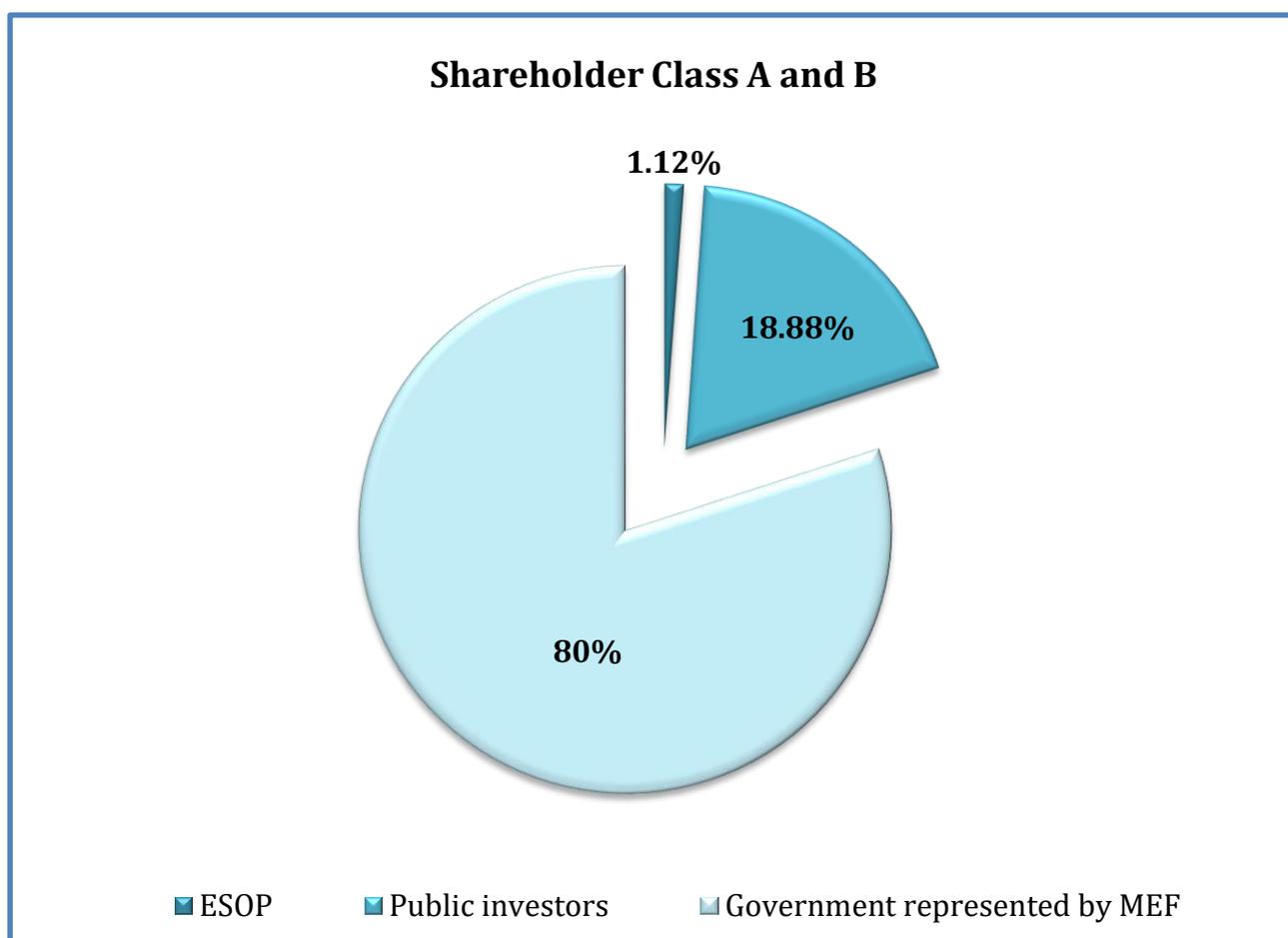




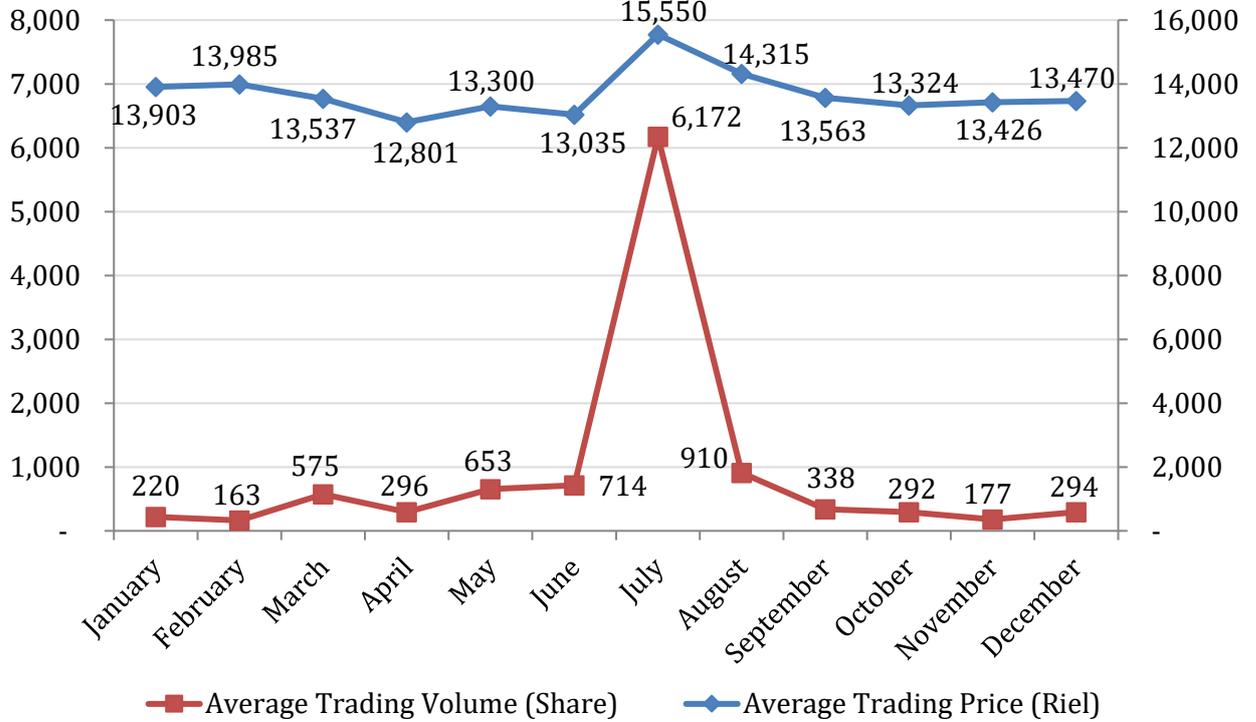
1.3. Stock Ownership (As of 31 December 2024)

Shareholders	Number of Shares	Share in Percentage
Class C		
1. Government represented by MEF	93,769,120	100%
Class B		
1. Government represented by MEF	16,547,492	80%
Class A		
1. ESOP	231,141	1.12%
2. Public investors	3,905,732	18.88%
Total Shares of Class A	4,136,873	20%

* Total shares of Class A and B 20,684,365.



**Average of Trading Price (Riel)
and Average of Trading Volume (Share) of Class A Shares
For 12 Months 2024**



2. Board of Directors



H.E HEI Bavy
Chairman of BOD
And CEO



H.E. SUON Rachana
Member (Rep. of Ministry of
Public Works & Transport)



H.E. KEN Sambath
Member (Rep. of Ministry of
Economy & Finance)



H.E. PENN Sovicheat
Member (Rep. of Ministry of
Commerce)



H.E. GUI Anvanith
Member (Independent
Director)



Mrs. POK Pheakdey
Member (Non-Executive
Director, Rep. of Private
Shareholders)



Mr. KONG Sothea
Member (Rep. of PPAP
Employees)

3. Message from Chairman and CEO

For the fourth quarter of 2024, total revenue is KHR 40,959,504,000 (USD 10,130,968) increased by KHR 7,522,479,000 (USD 2,013,215) or +22.50% compared to the fourth quarter of 2023. On the other hand, net profit in the fourth quarter of 2024 is KHR 12,411,088,000 (USD 3,069,772) increased by KHR 2,981,568,000 (USD 780,498) or +31.62% compared to the fourth quarter of 2023. For 12 months of 2024, total revenue is KHR 169,305,452,000 (USD 41,588,173) achieved 102.36% of planning 2024 and compared to 12 months of 2023 increased by KHR 27,269,972,000 (USD 7,029,662) or +19.20%. On the other hand, net profit for the 12 months of 2024 is KHR 52,749,645,000 (USD 12,957,417) achieved 103.66% of planning 2024, and compared to 12 months of 2023 increased by KHR 14,143,679,000 (USD 3,564,238) or + 36.64%.

Apart from this, basic earnings per share in the fourth quarter of 2024 is 600.02 Riels (USD 0.15).

The above achievement is because PPAP has paid attention in providing the service of port operation with transparency and efficiency in responding confidently to the needs of customers. In fact, PPAP has utilized all the mechanisms by strengthening the service quality, expanding storage capacity, infrastructure development, work of Topo Hydrographic, and installing the new machineries and facilities.

A. The Direction of main work implementation of PPAP

- Continue to implement the action plans as planned
- Ensure the quality, price, transparency, efficiency and prompt delivery of services to customers
- Expand widely the existing businesses and services and create more services related to the port and logistics sectors
- Strengthen the capacity development of institutions and staffs to respond to the organizational development in line with globalization and efficient delivery of services
- Strengthen the cooperation of the strategic partnership with the domestic ports and other ports in the world
- Work hard and continue to focus on the modernization of the port operations in accordance with standards and technology
- Increase the competitive advantages to be honest with domestic and oversea ports
- Bring port service to get closer to consumers
- Participate in the social activities and the local community.

B. The Work Implementation of the Board of Directors

In Quarter 4, PPAP organized two meetings of the Board of Directors, as outlined below:

1. The 12th meeting of the 8th mandate Board of Directors, held on the 21st of November 2024, in which the Board of Directors has reviewed and approved as below:

- Reviewed and approved on the result of business/services and financial performance (Unaudited) of PPAP for the period of 10 months and the forecast of 2024, also the planning for 2025.
- Reviewed and approved on PPAP's Procurement Planning for 2025 and permitted PPAP to establish the Procurement Unit in compliance with the Sub-decree No. 13 ANKR.BK dated 23rd February, 2015 of the Royal Government of Cambodia.

- Reviewed and approved on the decision for PPAP to invite the representatives of Yunnan Shengmao Investment (Cambodia) Co., Ltd. and Zheng Chi Investment Management (Cambodia) Co., Ltd. to attend PPAP’s Board of Directors meeting in order to have further detailed discussion regarding the transfer the leasing contract on the 9.3 hectares land (ICD) and the Supplementary contract at a convenient schedule.

2. The 13th meeting of the 8th mandate Board of Directors, held on the 17th of January, 2025, in which the Board of Directors has reviewed and approved as below:

- Permitted PPAP to continue the procedure with the relevant Inter-Ministerial Committee, which will be formulated in the near future, regarding the request of Chhean Chhoeng Thai Group on the request for transfer of permanent leasehold right of immovable property from Chroy Changvar bridge to the Night market.
- Reviewed and approved on the transfer the leasing contract on the 9.3 hectares land (ICD) and the Supplementary contract as follows:
 - + Advised PPAP to issue a request letter for approval from the Ministry of Public Works and Transport then continue with another request to the Ministry of Finance and Economy regarding the transfer the leasing contract on the 9.3 hectares land (ICD) of PPAP to Mrs. Nov Kunthear, Chairperson of Yunnan Shengmao Investment (Cambodia) Co., Ltd. in order to submit for review and approval from the royal government eventually. After the approval from government, PPAP needs to make a new contract based on the terms and condition of the old one, and it must be approved by both of the guardian ministries.
 - + Approved PPAP to allow Yunnan Shengmao Investment (Cambodia) Co., Ltd. to pay off the amount of USD 2,019,656 debt into 2 phases in which the 1st phase with the amount of USD 1,019,656 to be paid in August 2025, and the 2nd phase with the amount of USD 1,000,000 to be paid from December 2025 onwards.
 - + Approved in principle to allow PPAP to acquire lawyer service for consulting and preparing the land leasing contract at the inland container depot (ICD).
- Reviewed and approved in principle to allow PPAP to deposit the initial capital of USD 2,500,000 into FUNAN INLAND WATERWAY & LOGISTICS Co.,Ltd. during the fiscal year 2025.
- Reviewed and approved in principle to allow PPAP to make a revise the infrastructure development plan and the equipment installation for 2025 by adjusting the other 23 plans into a purchasing order of 4 additional RTGs.
- Reviewed and approved in principle to allow PPAP to use PPAP’s own budget to install 2 additional FCC to the quay of the Phase 4, Step 3, at the container terminal LM17.
- Reviewed and approved PPAP to continuously urge Phuoc Tao Logistics Cooperation to payoff the amount of USD 84,796.14 to PPAP in accordance with the contract between Phuoc Tao Logistics Cooperation and PPAP. Meanwhile, the company is not allowed to pay in installment nor shall PPAP make any discount on the services provided to the company.

- Reviewed and approved in principle to allow PPAP to clear out the obsolete assets from the inventory of state property by formulating a committee to study, arrange, and evaluate furthermore.

C. Setting the Goal for Further Implementation

The future version of PPAP will be set the goal for the following implementation:

- Strengthen the human resource development
- Enhance the establishment of logistics center, modern warehouse and cold warehouse
- Enhance the establishment of supporting areas for port
- Enhance the establishment of barge operators to other hub ports beside Cai Mep
- Enhance the import of second hand cargoes through PPAP
- Continue to focus on the installation of the modern facilities to strengthen the capacity of handling equipment at Container Terminal LM17
- Improve the capacity of handling of the bulk cargoes and establish the terminal for the bulk cargoes
- Modernize and expand the Passenger and Tourist Terminal (TS3 and TS1)
- Enhance the establishment of multi-purposed terminal along the rivers
- Strengthen the capacity of handling of agricultural products along the terminals of the provinces located in upper Mekong River
- Maintain the navigation and dredge the Sdao Canal to facilitate the transportation of cargoes between the northeastern provinces and Phnom Penh via Mekong River and the Cambodia-Vietnam border
- Continue to promote the service of inland transportation of container between Container Terminal LM17 of PPAP and the customers' factories/ warehouses or vice-versa
- Continue to promote package services for referred fruit export via Container Terminal LM17 of PPAP.

PPAP do believes and strongly stands to implement the daily work and the operation along the other terminals to be transparency and effective in order to improve confidence and attractiveness of port services with the modernization and standardization to the customers.

PPAP would like to express sincere thanks to the two supervised ministries, Ministry of Public Works and Transport and Ministry of Economy and Finance, as well as Securities and Exchange Regulator of Cambodia and the shareholders who provide the trust and strong support to PPAP.

Phnom Penh, 14th February 2025
Chairman of BOD and CEO

Hei Bavy

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PART 1

GENERAL INFORMATION OF PPAP

A. Identity of PPAP

Name of the listed entity in Khmer : កំពង់ផែស្វយ័តភ្នំពេញ (ក. ស. ក.)

In Latin : PHNOM PENH AUTONOMOUS PORT (PPAP)

 **Standard Code** : KH1000040001

 **Address** : #649, Preah Sisowath Street, Sangkat Sras Chork, Khan Daun Penh, Phnom Penh

 **Phone Number** : +855 (0)23 427 802 **Fax** : +855 (0)23 427 802

 **Website** : www.ppap.com.kh **Email** : ppapmpwt@online.com.kh

 **Company registration number**: CO.7175 Et/2004

Date: November 23rd, 2004

 **License number**: 0014 ពណ.ចបព **Issued by**: Ministry of Commerce

Date : January 5th, 2015

 **Disclosure Document registration number issued by SECC**: 074/15/SECC

 **Representative of the listed entity**: H.E HEI Bavy

B. Nature of Business

Phnom Penh Autonomous Port (PPAP) is one of the two international ports in Cambodia. Functioning as Port Operator and Port Authority, PPAP is now providing varieties of main port services and other relevant services.

1. Operation as Port Operator

As a port operator, PPAP provides main services such as :

- stevedoring, storage, stuffing/unstuffing, loading/unloading, and transporting the containerized cargoes for the export and import
- services of pilotage, tug assistance, mooring/ unmooring
- berthing within Passenger and Tourist Terminal (TS1)

2. Operation as Port Authority

As the port authority, PPAP has the roles to :

- maintain navigation channels, installation of aids to navigation such as buoys and landmarks and protection of environment within its commercial zone.
- ensure the enforcement of rules and regulations related to port and water transport.

3. Other Services

Within the main services on Port Operation and Port Authority, PPAP also provides other services / businesses that can generate additional revenue such as :

- Dredging service : PPAP has 2 dredging machines for providing the sand from dredging to customers.
- Sand management service: According to Prakas No 001 and 002 dated on the 10th of April, 2015, of Ministry of Mines and Energy, PPAP may use the sand from dredging for commercial purposes.
- Surveying and installing bouy: PPAP has the services of surveying and installing bouy according to customer needs.

- Container maintenance and repair service: PPAP has the service of container maintenance and repair according to customer needs.
- Besides the main services, PPAP also receives the additional incomes from the use of asset such as the rental of building, land and other assets.

4. Port Commercial Zone

According to Sub-Decree No. 01 ANK. BK. the of 5th January, 2009, PPAP's Commercial Zone is 166 kilometers long, stretching from Chaktumuk river : Mekong luer river 100km, Mekong krom river 60km, and Tonle Sap river 6km. As an authority within the zone, PPAP oversees the private terminals including petroleum/gas terminals and other general cargo terminals. PPAP also manage and operate our 6 main terminals such as :

4.1. Container Terminal LM17

In 2022, PPAP has completed the development of port infrastructure at container terminal LM17 for Step III, phase II; meanwhile in order to support the operation of the above achievement, PPAP has developed a new quay to install two additional FCCs, and set up an electricity connection. The overall phase III development will expand its container capacity of 200,000 TEUs more per year. Therefore, the container yard capacity at LM17 will reach 500,000 TEUs per year after the completion of the above project. Currently, PPAP is operating at this terminal as the main terminal for container cargo. The Container Terminal LM17 exists a quay with a length of 300m and a width of 22m and installs 4 travelling cargo cranes, 2 Fixed Cargo Crane, 12 RTG cranes, 5 Reach Stackers, 5 Sky Stackers, and 64 Trucks.

Address	Kandal Leu Village, Banteay Deak Commune, Kean Svay District, Kandal Province
Terminal location	Located at the right bank of the Mekong River and 25km downstream from the intersection of the Chaktumuk River (11°28'23.6"N and 105°08'49.8"E)
Total land size	393,408.57 m²
Registered land size	380,812.00 m²
Size of the processing land title	12,596.57 m²
Berth	3 (5,000 DWT)
Anchorage	Between 8.0m and 17.0m in depth, anchorage is available at 11°28'28.14"N and 105°9'2.32"E (mud and sand bottom, strong current during the rainy season).
Tidal effect	Ranges from +0.2m to +0.45m between February and April (as of December 2015)
Permitted draft	Varies from the minimum level of 4.5m in March to the maximum level of 5.5m in September (draft for vessels proceeding to LM17 depends on them being able to cross the bar at Cua Tieu)
Hours of Operation	7days/24hrs

Handling equipment	Traveling Cargo Crane, Fixed Cargo Crane, Tyred Gantry, Folk-Lift, Reach Stacker Cont-stacker, Sky Stacker & Empty Reach Stacker, Truck and Terminal Tractor.
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Note: * The difference between registered land size and actual land size is because part of the land adjacent to the street and river bank cannot receive the ownership.

4.2. Multipurpose Terminal (TS3)

Multipurpose Terminal (TS3) was PPAP's main port for general container cargoes and for tourism. Due to TS3 Terminal's limited capacity to accommodate the continual growth of container traffic, PPAP has invested in developing a new container terminal (LM17). Since the completion of LM17, TS3 has been converted into a multipurpose terminal. While it mainly handles general cargoes, it also serves as a passenger terminal. Currently, PPAP has been preparing to transform this port into an international passenger and tourist port, with the construction of a waiting hall and a tourist station (Tourist Hall), which had completed in April 2023.

Address	#649, Preah Sisowath Street, Sangkat Sras Chork, Khan Daun Penh, Phnom Penh
Terminal location	Located at the right bank of Tonle Sap, 3.2km from the intersection of the Chaktomuk River (11°34'59.68"N and 104°55'17.41"E)
Register land size*	85,846 m ²
Berth	3 (5,000 DWT)
Anchorage	Between 5m and 15m in depth, anchorage is available at 11°33'46.98"N and 104°56'34.57"E, in front of the terminal in the Tonle Sap River and also in the Chaktomuk quarter area (mud and sand bottom, strong current during the rainy season).
Tidal effect	Ranges from +0.1m to +0.35m between February and April (as of December 2015)
Permitted drafts	Varies from the minimum level of 4.5m in March to the maximum level of 5.5m in September (draft for a vessel proceeding to TS3 depends on being able to cross the bar at Cua Tieu)
Hours of Operation	7 days/24hrs

4.3. Sub-feeder Multipurpose Terminal UM2

In order to improve stevedoring operation of Sub-feeder Multipurpose Terminal UM2 to be more effective, productive and attracting customers to use Sub-feeder Multipurpose Terminal UM2, this Terminal must improve and develop more due to it is located next to Kompongcham and Tboung Kmom boarder which have the connection between the northern and northeast side province of Cambodia that is the necessary areas of agriculture and agro-industry from the south downtown to Vietnam country. Sub-feeder Multipurpose Terminal UM2 play an important role in order to gathering the inland waterway transportation and cargo trading. Currently, PPAP completed the construction of a 12-meters by 46.9-meters wharf and is continuing to develop the Phase 1 of infrastructure and plans to implement the Phase 2 in 2023.

Address	Doun Mau Leu Village, Tonle Bet commune, Thbong Khmom district, Thbong Khmom province
Terminal location	Located at the left bank of the Mekong River and 103km upstream from the intersection of the Chaktomuk River (11°57'47.73"N and 105°28'33.13"E)
Total land size	240,404.84 m ²
Registered land size	160,725.00 m ²
Size of the processing land title	79,679.84 m ²
Berth	1 (pontoon; 6m x 28m) 1 (5,000 DWT)
Anchorage	Between 6m to 20m in depth, anchorage is available at 11°58'43.41"N and 105°28'9.58"E (mud and sand bottom, strong current during the rainy season).
Tidal effect	No effect
Permitted drafts	Varies from the minimum level of 4.5m in March to the maximum level of 5.5m in September (draft for a vessel proceeding to UM2 depends on being able to cross the bar at Cua Tieu)
Channel depth	Draft of 4.5m during the dry season; subject to regular maintenance from the intersection of the Chaktomuk River to Kampong Cham via the Sdao Channel (3.5km long and 60m wide)
Hours of Operation	7days/24hrs
Handling equipment	Mobile crane, Pontoon.

Note: * The difference between registered land size and actual land size is because part of the land adjacent to the street and river bank cannot receive the ownership.

4.4. Passenger & Tourist Terminal (TS1)

TS1 is the main passenger terminal for PPAP. From TS1, people can travel to many domestic ports in other provinces as well as Vietnam. . In the 4th Quarter of 2024, the total of 60,542 passengers transited at TS1. The figure includes all passenger travels from Phnom Penh to domestic ports, Phnom Penh to Vietnam, and tours of the Mekong River near Phnom Penh.

Address	Preah Sisowath (Street 1), Sangkat Daun Penh, Khan Daun Penh, Phnom Penh
Terminal location	Located at the right bank of Tonle Sap and approximately 2km from the conjunction of the Chaktomuk quarter (11°34'32.45"N and 104°55'36.88"E)
Registered land size*	6,637 m ²
Berth	3 units of floating pontoon

Anchorage	Between 5m and 15m in depth, anchorage is available at 11°33'46.98"N and 104°56'34.57"E, in front of the terminal in the Tonle Sap River and also in the Chaktomuk quarter area (mud and sand bottom, strong current during the rainy season).
Tidal effect	Ranges from +0.1m to 0.35m between February and April (as of December 2014)
Permitted drafts	Varies from the minimum level of 4.5m in March to the maximum level of 5.5m in September (draft for a vessel proceeding to TS1 depends on being able to cross the bar at Cua Tieu)
Hours of Operation	7days/24hrs

4.5. Sub-feeder Multipurpose Terminal TS11

Sub-feeder multipurpose terminal TS11 is located along the NR5, in Kilometer 6 commune, Russey Keo District, Phnom Penh, which is about 6.6 kilometers long or a 20mn drive from the city center Wat Phnom. It is the strategic area to distribute and collect goods between manufacturers and consumers because it is located nearby the downtown of Phnom Penh city. The development of this terminal will reduce the traffic jam in Phnom Penh City. Anyway, The multipurpose terminal TS3 can not be fully operated as it is located in the city center, which is restricted the container trucks to enter the city during the daytime. Therefore, in order to promote water transport as well as Door to Door Service, the development of Sub-feeder Multipurpose Terminal TS11 is very important and necessary to connect goods between other provinces and Phnom Penh to have a choice. And lower shipping costs.

Address	Located along the NR5, Kilometer 6 commune, Russey Keo District, Phnom Penh.
Terminal location	Located along Tonle Sap river and approximately 3km from conjunction of the Chaktomuk quarter (11°37'34.6"N and 104°54'29.4"E)
Land size	4 Hectare
Berth	1 (5,000 DWT)
Anchorage	The anchorage is available at two location: -First Location is available at 11°34'26.6"N and 104°55'50.4"E -Second location is available at 11°33'39.9"N and 104°56'50.7"E Located at the conjunction of Chatomuk quarter because the riverbed of TS11 is narrow that is difficult for anchorage.
Tidal effect	No effect
Permitted draft	Varies from the minimum level of 4.5m in March to the maximum level of 5.5m in September (draft for a vessel proceeding to TS11 depends on being able to cross the bar at Cua Tieu)
Hours of Operation	7days/24hrs

Handling equipment

Mobile crane, Fixed Cargo Crane, Constacker, Fork-Lift, Truck & Terminal Tractor

4.6. Sub-feeder Multipurpose Terminal LM26

Sub-feeder multi-purpose terminal LM26 is located in Koh Roka commune, Peam Chor District, Prey Veng Province, in the southern part of Cambodia and it is about 3 kilometers away from Vietnam Border, Dong Thap province. It is a potential terminal for Cambodian people to export agricultural products to Vietnam and import raw material and construction materials. Moreover, this terminal will create more opportunities to boost and connect the tourism sector between the two countries.

Currently, the port has expanded the sand-laying infrastructure, filling the conveyor yard and designing other port infrastructure to meet the needs of the two countries' inflows and outflows and connecting waterways for work. Export to the global market more efficiently, as well as contribute to reducing logistics costs and impact on land use. At present, the construction of Koh Roka Multi-Purpose Port has been completed, which is planned to be used for the loading and unloading operation of gradually until the next stage of container loading. PPAP is equipped with 10 Conveyors to facilitate the flow of operations in the export of agricultural products that have been implemented to be put into use in 2023.

Address	Koh Roka commune, Peam Chor District, Prey Veng Province.
Terminal location	Located at eastern bank of the Lower Mekong river and approximately 103km from conjunction of the Chaktomuk quarter (10°55'40.5"N and 105°11'30.6"E)
Total land size	200,042 m2
Registered land size	150,262 m2
Size of the processing land title	49,780 m2
Anchorage	The anchorage is available at two location: -First Location is available at 10°56'01.9"N and 105°11'17.6"E -Second location is available at 10°55'10.1"N and 105°11'24.4"E
Hours of Operation	7days/24hrs
Facilities	Mobile crane , Floating crane and Conveyor

4.7. Terminal which are planned to develop at the future

4.7.1 Sub-feeder Multipurpose Terminal UM1

Sub-feeder Multipurpose Terminal UM1 covers an area of 3.8 Hectares, which is a strategic location in Prek Anchanh Commune, Muk Kampoul District, Kandal Province. This multi-purpose terminal is planned to be set up to boost water transport, boosting the growth of goods passing through the PRC, reduce transportation and logistics costs, find additional sources of revenue, establish a collection and distribution point for goods through water and land transport links, increase the competitiveness of PWR, reduce port and inland waterway transport services to consumers, facilitate better trade, promote national economic growth and attract investment, facilitate and reduce the use of roads, bridges and create Additional job opportunities for Cambodians. Therefore, Sub-feeder

Multipurpose Terminal UM1 has played an important role as a gathering place for water transport activities and a place for exchanging local and foreign goods. Considering the potential and potential of this port development site, therefore, It is planned to develop Sub-feeder Multipurpose Terminal UM1 for the Phase 1 in the future.

Address	Prek Anchanh Commune, Muk Kampoul District, Kandal Province.
Total land size	38,362 m2
Tidal effect	From 0.2 m to 0.4 m
Channel depth	4.5 meters
Hours of Operation	7days/24hrs
Facilities	Mobile crane , Floating crane

4.7.2 Sub-feeder Multipurpose Chhlong (Kratie)

Address	Prek Ta Am Village, Bos Leav Commune, Chit Borey District, Kratie Province.
Total land size	500,000 square meters
Hours of Operation	7days/24hrs

4.7.3 Sub-feeder Multipurpose Boeung Ket (Kampong Cham)

Address	Boeung Ket Krom Village, Prek Kak Commune, Stung Trang District, Kampong Cham Province.
Total land size	200,000 square meters
Hours of Operation	7days/24hrs

4.7.4 Sub-feeder Multipurpose Phnom Krom (Siem Reap)

Address	Village 5, Sangkat Chong Kneas, Siem Reap City, Siem Reap Province.
Total land size	100,000 square meters
Hours of Operation	7days/24hrs

4.7.5 Sub-feeder Multipurpose Kampong Chhnang

Address	Kandal Village, Sangkat Kampong Chhnang, Kampong Chhnang City, Kampong Chhnang Province.
Total land size	3,150,000 square meters
Tidal effect	from 0.10 m to 0.3 m
Channel depth	4.50 m
Hours of Operation	7days/24hrs

4.7.6 Sub-feeder Multipurpose Kampong Chhnang-Kampong Thom

Address	Kampong Boeng Village, Kampong Hao Commune, Kampong Leng District, Kampong Chhnang Province.
Total land size	250,000 square meters

Tidal effect	from 0.10 m to 0.3 m
Channel depth	4.50 m
Hours of Operation	7days/24hrs

4.7.7 Sub-feeder Multipurpose Prek Kdam

Address	Peam Chumnic Village, Kampong Luong Commune, Ponhea Leu District, Kandal Province.
Total land size	400,000 square meters
Tidal effect	from 0.10 m to 0.3 m
Channel depth	4.50 m
Hours of Operation	7days/24hrs

4.7.8 Sub-feeder Multipurpose Sovannaphum LM25

Address	Samrong Kear Village, Samrong Thom Commune, Kien Svay District, Kandal Province.
Total land size	156,000 square meters
Tidal effect	from 0.10 m to 0.4 m
Channel depth	4.50 m
Hours of Operation	7days/24hrs

4.7.9 Sub-feeder Multipurpose kdar Bontear LM5

Address	Khsum Village, Banteay Dek Commune, Kien Svay District, Kandal Province.
Total land size	85 438 square meters
Tidal effect	from 0.10 m to 0.4 m
Channel depth	4.50 m
Hours of Operation	7days/24hrs

C. Quarter's Key Events

As of 4th Quarter of 2024, there has no any quarter's key events.

Part 2

Information on Bussiness Operation Performance

A. The results of the business operations, including partial business information for the 4th quarter of 2024

1. Catalog of Passenger Goods

(Source from the Report of Department of Planning/Marketing of PPAP)

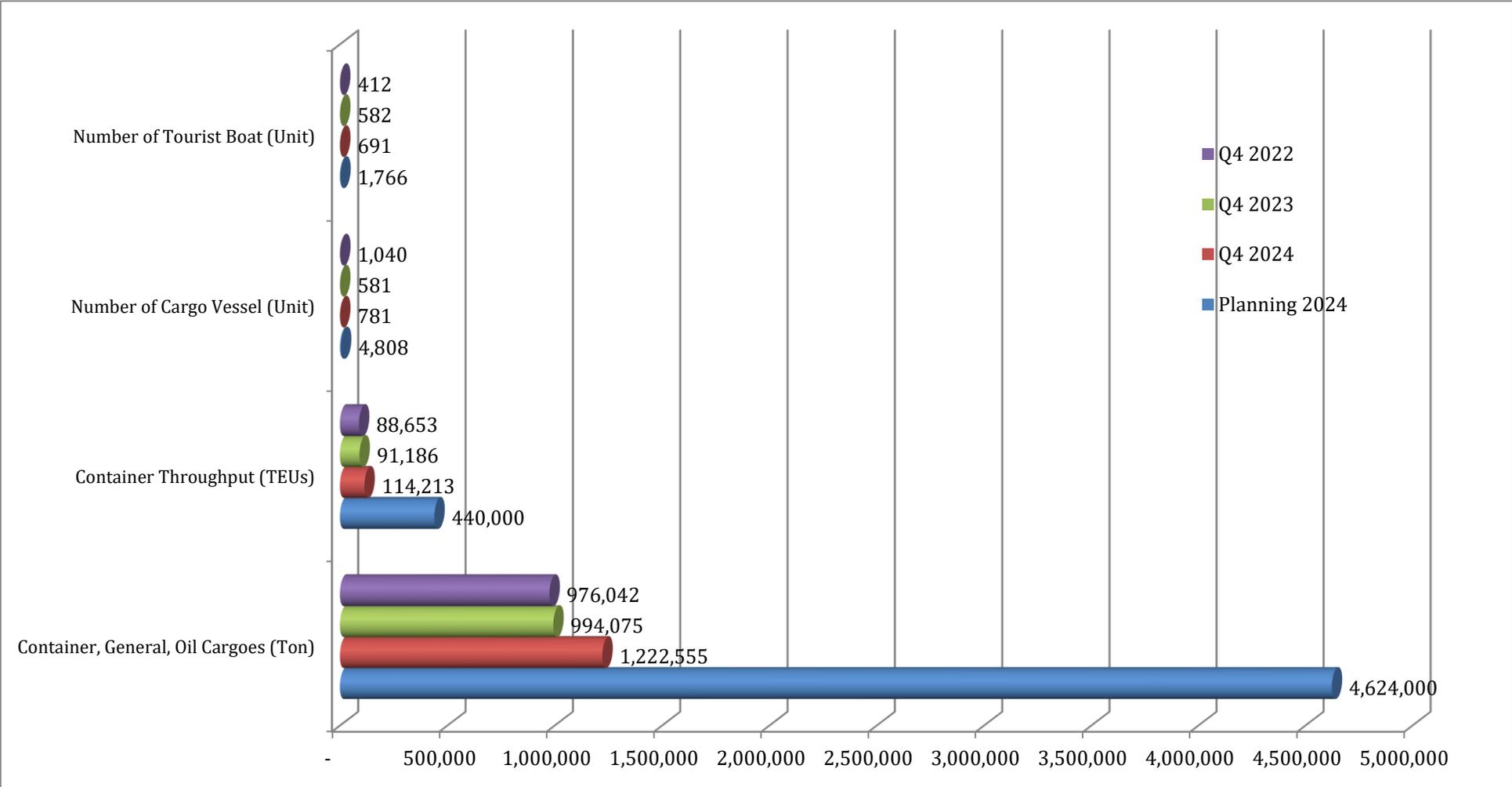
No.	Description	Unit	Planning 2024	Q4			12 Months		Compare (%)	Up/Down (%)	
				2024	2023	2022	2024	2023		8=((2)-(3))/(1)	9=((3)-(4))/(1)
A	B	C	1	2	3	4	5	6	7=(5/1)		
I	<u>Container, General, Oil Cargoes</u>	<u>Ton</u>	<u>4,624,000</u>	<u>1,222,555</u>	<u>994,075</u>	<u>976,042</u>	<u>4,855,689</u>	<u>4,146,786</u>	105.01%	+22.98%	+1.85%
	<u>A- Container Throughput</u>	<u>-</u>	<u>2,747,899</u>	<u>716,587</u>	<u>559,218</u>	<u>599,392</u>	<u>2,832,040</u>	<u>2,432,771</u>	103.06%	+28.14%	-6.70%
	- Imported Container Cargo	-	1,310,458	312,274	265,796	327,930	1,220,556	1,159,275			
	- Exported Container Cargo	-	1,437,441	404,313	293,422	271,462	1,611,484	1,273,496			
	<u>B - Mobile General Cargo Handling</u>	<u>-</u>	<u>981,605</u>	<u>278,322</u>	<u>261,022</u>	<u>190,444</u>	<u>1,164,711</u>	<u>930,297</u>	118.65%	+6.63%	+37.06%
	- Inside Port	-	146,238	35,653	15,711	23,448	243,150	98,324			
	- Outside Port	-	835,367	242,669	245,311	166,996	921,561	831,973			
	<u>C - Imported Oil & Gas</u>	<u>-</u>	<u>894,496</u>	<u>227,647</u>	<u>173,835</u>	<u>186,206</u>	<u>858,938</u>	<u>783,718</u>	96.02%	+30.96%	-6.64%
	<u>Container Throughput (TEUs)</u>	<u>TEU</u>	<u>440,000</u>	<u>114,213</u>	<u>91,186</u>	<u>88,653</u>	<u>480,200</u>	<u>396,225</u>	109.14%	+25.25%	+2.86%
	- Laden Cargo	-	279,085	73,936	59,159	59,117	300,413	250,966			
	- Empty Cargo	-	160,915	40,277	32,027	29,536	179,787	145,259			
II	<u>Cargo Handling</u>	<u>Ton</u>	<u>3,729,504</u>	<u>994,908</u>	<u>820,240</u>	<u>789,836</u>	<u>3,996,751</u>	<u>3,363,068</u>	107.17%	+21.29%	+3.85%
	- General Cargo	-	981,605	278,322	261,022	190,444	1,164,711	930,297			
	- Container Throughput (Ton)	-	2,747,899	716,587	559,218	599,392	2,832,040	2,432,771			
III	<u>Number of Cargo Vessel</u>	<u>Unit</u>	<u>4,808</u>	<u>781</u>	<u>581</u>	<u>1,040</u>	<u>6,199</u>	<u>3,859</u>	128.93%	+34.42%	-44.13%
	- Foreign Vessels and Barge	-	4,258	648	477	929	5,690	3,380			

No.	Description	Unit	Planning 2024	Q4			12 Months		Compare (%)	Up/Down (%)	
				2024	2023	2022	2024	2023		8=((2)- (3))/(1)	9=((3)- (4))/(1)
A	B	C	1	2	3	4	5	6	7=(5/1)	8=((2)- (3))/(1)	9=((3)- (4))/(1)
	- Cambodian Vessels and Barge	-	-	-	-	-	-	-			
	- Oil Vessels and Tanker	-	550	133	104	111	509	479			
IV	<u>Number of Local Passenger Boat (In-Out)</u>	<u>Unit</u>	<u>9,369</u>	<u>1,908</u>	<u>2,030</u>	<u>2,326</u>	<u>8,124</u>	<u>8,418</u>	86.71%	-6.01%	-12.73%
	- PhnomPenh-SeimReap-PhnomPenh	-	-	-	-	-	-	-			
	- Vessels in Town	-	9,369	1,908	2,030	2,326	8,124	8,418			
V	<u>Number of Local Passenger (In-Out)</u>	<u>Passenger</u>	<u>175,355</u>	<u>38,160</u>	<u>40,600</u>	<u>21,840</u>	<u>162,480</u>	<u>160,160</u>	92.66%	-6.01%	+85.90%
	- PhnomPenh-SeimReap-PhnomPenh	-	-	-	-	-	-	-			
	- Vessels in Town	-	175,355	38,160	40,600	21,840	162,480	160,160			
VI	<u>Number of Foreign Passenger and Tourist Boat (In-Out)</u>	<u>Voyage</u>	<u>1,766</u>	<u>691</u>	<u>582</u>	<u>412</u>	<u>2,099</u>	<u>1,786</u>	118.86%	+18.73%	+41.26%
	- PhnomPenh-ChovDok-PhnomPenh	-	1,264	428	348	234	1,353	1,210			
	- Cruise Boat	-	502	263	234	178	746	576	148.61%	+12.39%	+31.46%
VII	<u>Number of Foreign Passenger and Tourist (In-Out)</u>	<u>Person</u>	<u>40,949</u>	<u>22,382</u>	<u>18,686</u>	<u>9,231</u>	<u>66,070</u>	<u>46,606</u>	161.35%	+19.78%	+102.43%
	- PhnomPenh-ChovDok-PhnomPenh	-	20,002	9,875	7,816	3,152	29,758	21,454			
	- Tourist on Cruise Boat	-	20,947	12,507	10,870	6,079	36,312	25,152	173.35%	+15.06%	+78.81%

(Source from the Report of Department of Planning/Marketing of PPAP)

- Cargo-fuel and gas throughput in Q4 2024: 1,222,555 Tons, increased by 22.98% compared to Q4 2023 (994,075 Tons). For Q4 2024, PPAP has accomplished 105.01% compared to planning 2024 (4,624,000 Tons).
- Cargo vessels throughput in Q4 2024: 781 Units increased by 34.42% compared to Q4 2023 (581 Units). For Q4 2024, PPAP has accomplished 128.93% compared to planning 2024 (4,808 Units).
- International passengers and tourist cruises throughput via Cambodia-Vietnam in Q4 2024: 691 Voyages, increased by 18.73% compared to Q4 2023 (582 Voyages). For Q4 2024, PPAP has accomplished 118.86% compared to planning 2024 (1,766 Units).
- Containers throughput in Q4 2024: 114,213 TEUs, increased by 25.25% compared to Q4 2023 (91,186 TEUs). For Q4 2024, PPAP has accomplished 109.14% compared to planning 2024 (440,000 TEUs).
- The number of international passengers and tourists throughput via Cambodia-Vietnam in Q4 2024: 22,382 Passengers, increased by 19.78% compared to Q4 2023 (18,686 Passengers). For Q4 2024, PPAP has accomplished 161.35% compared to planning 2024 (40,949 Passengers).

Graphs on performance comparisons of the fourth quarter of 2024 – 2023 – 2022 and 2024 Planning



2. The implementation of Hydrographic work and the construction of port infrastructure and machinery installation

❖ Sand Dredging Management

- Sand dredging and Maintenance of Sub-Feeder multipurpose LM26, with 100% completion achieved.
- Maintenance dredging of Sdao canal navigation at Kompong Cham province, with 100% completion achieved.

❖ The construction of port infrastructure

Container Terminal LM17

- Construction size 14m x 18m of Warehouse, with 100% completion achieved.
- Installation 17 of electric poles and equipped with AC lighting 21 pieces at 6m concrete road, with 100% completion achieved.
- Construction concrete foundation 4,65m x 2,55m for electric generator 750KVA 2 set, with 100% completion achieved.
- Installation of safe road signage 3 locations, slow down signage 3 locations, repairing numbering-concrete block, and limited signage on the jetty, with 100% completion achieved.
- Repairing concrete pavement at parking space, with 100% completion achieved.
- Repairing tiles at Administration building, with 100% completion achieved.
- Replacement and Repairing lighting at 35m hightmast electric poles, with 100% completion achieved.
- Repairing and maintenance crashed stone yard (CMI) and others infrastructure connected to Phase 4, with 100% completion achieved.
- Lighting replacement at jetty of Development Phase1 and Phase3, with 100% completion achieved.
- Clearing and grubbing, backfilling, and extending road at Gate 3, with 100% completion achieved.
- Phase 4 development, with 10,8% completion achieved.

Sub-feeder Multipurpose Terminal UM2

- Construction of a 4.9m x 6.5m bathroom and preparation of the surrounding garden, with 100% completion achieved.

Sub-feeder Multipurpose Terminal LM26

- Construction of the foundation and installation of 1 unit of weighing equipment, with 100% completion achieved.
- Improvement 3 unites of conveyors as No.4, No.6 and No.8, with 100% completion achieved.

- Installation sapling (samanea saman) 40 nos at Police station and pitage station, with 100% completion achieved.
- 6 Locations of soil testing, with 50% completion achieved. (Finish construction 50%)

Multipurpose Terminal TS3

- Construction 24m of Barbed wire fence and 30m of Zinc fence, with 100% completion achieved.
- Construction Roof of UNICEF boat 37m² and Repairing 40m² of existing roof, with 100% completion achieved.
- Preparing parking for small boat, with 100% completion achieved.
- Clearing existing existing riverbank 300m for water festival, with 100% completion achieved.
- Repairing 6 location of pontoon TS03-D30×10, with 100% completion achieved.
- Installation waterwash system for Administrative building, with 100% completion achieved.
- Installation lighting system along road to potoon and 300m jetty, with 90% completion achieved.

Sub-feeder Multipurpose Terminal TS11

- Repairing 11 set of wire fence , with 100% completion achieved.

❖ Purchase/installation of machinery or new equipment

- Receive machinery according to the 2024 plan as

1. Reach Stacker	1 units
2. Crawler Crane 130Ton	1 units
3. Forklift	2 units
4. Terminal Tractor	10 units
5. Trailer	10 units
- Studying of ordering and renting machinery according to the 2024 plan as follows:

1. Rubber Tyred Gantry (RTG)	4 units
2. Rubber Tyred Gantry (RTG)	2 units

B- Revenue Structure

Source of Revenue	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023		4 th Quarter for the Period Ended 31 December 2022 (restatement)	
	KHR'000	Compared to total revenue	KHR'000	Compared to total revenue	KHR'000	Compared to total revenue
Stevedoring	18,274,166	44.61%	14,615,032	43.71%	14,254,031	43.40%
Lift On Lift Off (LOLO)	13,863,330	33.85%	11,246,118	33.63%	11,239,815	34.22%
Port dues and charges	6,333,412	15.46%	5,524,592	16.52%	4,691,089	14.28%
Storage fees	477,870	1.17%	439,802	1.32%	584,691	1.78%
Gate fees	1,213,316	2.96%	966,429	2.89%	917,910	2.79%
Weighting fee	42,132	0.10%	25,727	0.08%	15,579	0.05%
Stuffing/Unstuffing	14,353	0.04%	14,211	0.04%	24,980	0.08%
Logistic services	740,925	1.81%	605,114	1.81%	1,115,949	3.40%
Total:	40,959,504	100.00%	33,437,025	100.00%	32,844,044	100.00%

PART3

**Financial Statements Reviewed by
the External Auditor**

**Condensed Interim Financial Statements
for the three-month and twelve-month periods ended 31 December 2024
and
Independent Auditors' Report on Review of
Condensed Interim Financial Statements
Will be Attached as Appendix I**

Part 4
Management's Discussion and Analysis
(MD&A)

A- Overview of operations

PPAP is one of the Cambodia's two international port. The port commercial zone covered from Phnom Penh to lower Mekong River (Neak Leoung) and Phnom Penh to upper Mekong River (Tonle Bet) in accordance to the sub-decree number 01 dated 5th January 2009. PPAP has two function as a port operation and port authority. *Please refer to Section 1.2 of this Fourth Quarter 2024 report for further information.*

The container throughput of PPAP in the fourth quarter 2024 has increased 23,027 TEUs or 25,25% compared to the fourth quarter 2023. For vessels in the fourth quarter 2024 increased by 200 units or 34,42% compared to the fourth quarter 2023. However, ship (voyage) in the fourth quarter 2024 increased 109 voyage or 18.73% compared to the fourth quarter 2023. On the other hand, general cargo in fourth quarter 2024 has also increased 17,300 TONS or 6,63% compared to fourth quarter 2023.

The following discussion and analysis of PPAP's top management on the financial position and result of operation is conducted base on the Interim financial report for Fourth Quarter ended 31 December 2024 and 2023 as set out in Section 3 of this Fourth Quarter Report.

PPAP has four main revenue source:

1. **Stevedoring:** refer to revenue from the service of loading or discharging goods/containers into/from vessel and moving cargo from quay to container yard and vice versa.
2. **Lift On/Lift off (LOLO):** refer to revenue from service of loading or discharging good/containers from container yard to truck and vice versa.
3. **Port Dues & Charges:** refer to revenue from maritime service and berthing service which include tonnage due, berthing due, channeling due, pilotage fee, tug boat fee, mooring/unmooring fee, open/close vessel's hatch fee, and cleaning service for vessel.
4. **Storage Fee:** refer to revenue from storage of goods/containers in the container yards or warehouse. General cargos are exempted from stroage fee for 5 days for both import and export cargos, and container cargos as exempted from storage fee for 7 days for both export and import.

1. Revenue Analysis

1.1 Revenue analysis

For the fourth quarter ended 31 December 2024 compared to the fourth quarter ended 31 December 2023

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023		Change			
	USD	KHR'000	USD	KHR'000	USD	%	KHR'000	%
Port operation	8,381,194	33,885,167	6,629,599	27,307,319	1,751,595	26.42%	6,577,848	24.09%
Port authority	1,566,513	6,333,412	1,341,246	5,524,592	225,267	16.80%	808,820	14.64%
Other services	183,261	740,925	146,908	605,114	36,353	24.75%	135,811	22.44%
Total:	10,130,968	40,959,504	8,117,753	33,437,025	2,013,215	24.80%	7,522,479	22.50%

Noted: *Trucking fee is classified into Other Services.*

Total revenue increased by KHR 7,522,479,000 (USD 2,013,215) or +22.50% from KHR 33,437,025,000 (USD 8,117,753) in the fourth quarter of 2023 to KHR 40,959,504,000 (USD 10,130,968) in the fourth quarter 2024. This increase in revenue is due to the increase from port operations such as stevedoring, lift on lift off (LOLO), storage fees, gate fees, weighting fees, the increase from port authority (port dues and charges), and the increase from other services (logistics). etc.

1.2 Revenue by segment analysis

For the fourth quarter ended 31 December 2024 compared to the fourth quarter ended 31 December 2023

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023	
	KHR'000	Compared to total revenue	KHR'000	Compared to total revenue
Stevedoring	18,274,166	44.61%	14,615,032	43.71%
Lift On Lift Off (LOLO)	13,863,330	33.85%	11,246,118	33.63%
Port dues and charges	6,333,412	15.46%	5,524,592	16.52%

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023	
	KHR'000	Compared to total revenue	KHR'000	Compared to total revenue
Storage fees	477,870	1.17%	439,802	1.32%
Gate fees	1,213,316	2.96%	966,429	2.89%
Weighting fee	42,132	0.10%	25,727	0.08%
Stuffing/Unstuffing	14,353	0.04%	14,211	0.04%
Logistic services	740,925	1.81%	605,114	1.81%
Total:	40,959,504	100.00%	33,437,025	100.00%

For the fourth quarter of 2024, the 3 main revenues of PPAP represent about 94% of total revenue from operations and services. Those revenues included stevedoring, lift on lift off (LOLO) and port dues and charges.

For the fourth quarter ended 31 December 2024 compared to the fourth quarter ended 31 December 2023

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023		Change			
	USD	KHR'000	USD	KHR'000	USD	%	KHR'000	%
Stevedoring	4,519,952	18,274,166	3,548,199	14,615,032	971,753	27.39%	3,659,134	25.04%
Lift On Lift Off (LOLO)	3,428,971	13,863,330	2,730,303	11,246,118	698,668	25.59%	2,617,212	23.27%
Port Due & Charge	1,566,513	6,333,412	1,341,246	5,524,592	225,267	16.80%	808,820	14.64%

For the fourth quarter of 2024, 3 main revenues has increased KHR 7,085,166,000 (USD 1,895,688) or +22.57% compared to the fourth quarter of 2023.

2. Gross profit margin analysis

Gross profit is presented in the statement of profit or loss of PPAP came from the total revenue from operation and other services minus the cost of services (operating costs).

For the fourth quarter ended 31 December 2024 compared to the fourth quarter ended 31 December 2023

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023		Change			
	USD	KHR'000	USD	KHR'000	USD	%	KHR'000	%
Revenue	10,130,968	40,959,504	8,117,753	33,437,025	2,013,215	24.80%	7,522,479	22.50%
Cost of Service								
Crane charge	1,009,990	4,083,390	719,496	2,963,604	290,494	40.37%	1,119,786	37.78%
Depreciation	1,175,813	4,753,812	1,012,182	4,169,178	163,631	16.17%	584,634	14.02%
Fuel and gasoline	416,343	1,683,275	271,021	1,116,335	145,322	53.62%	566,940	50.79%
Salaries and wage	724,082	2,927,464	628,184	2,587,490	95,898	15.27%	339,974	13.14%
Maintenance costs	325,420	1,315,673	321,297	1,323,422	4,123	1.28%	(7,749)	-0.59%
Barge freight	216,740	876,280	66,400	273,502	150,340	226.42%	602,778	220.39%
Logistic costs	4,187	16,928	1,300	5,355	2,887	222.08%	11,573	216.12%
Others	93,633	378,557	35,798	147,452	57,835	161.56%	231,105	156.73%
Total Cost of Service	3,966,208	16,035,379	3,055,678	12,586,338	910,530	29.80%	3,449,041	27.40%
Gross profit	<u>6,164,760</u>	<u>24,924,125</u>	<u>5,062,075</u>	<u>20,850,687</u>	<u>1,102,685</u>	<u>21.78%</u>	<u>4,073,438</u>	<u>19.54%</u>
Gross Profit Margin	60.85%	60.85%	62.36%	62.36%				

- Gross Profit Margin Analysis

Gross Profit Margin decreased by -1.51% from 62.36% in the fourth quarter of 2023 to 60.85% in the fourth quarter of 2024. The decrease in gross profit margin is due to the increase in cost of service by KHR 3,449,041,000 (USD 910,530) or +27.40% compared to the fourth quarter of 2023, while the revenue increased by KHR 7,522,479,000 (USD 2,013,215) or +22.50% compared to the fourth quarter of 2023.

3. Profit before tax analysis

Profit before income tax derived from gross profit plus other income, minus general administration, plus financial income/(costs), net.

For the fourth quarter ended 31 December 2024 compared to the fourth quarter ended 31 December 2023

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023		Change			
	USD	KHR'000	USD	KHR'000	USD	%	KHR'000	%
Gross profit	6,164,760	24,924,125	5,062,075	20,850,687	1,102,685	21.78%	4,073,438	19.54%
Other income	(1,076,472)	(4,352,176)	347,310	1,430,570	(1,423,782)	-409.95%	(5,782,746)	-404.23%
General administration and selling expenses								
Salaries and other benefits	1,226,766	4,959,815	1,215,292	5,005,788	11,474	0.94%	(45,973)	-0.92%
Utilities and fuel	162,195	655,754	169,185	696,873	(6,990)	-4.13%	(41,119)	-5.90%
Depreciation	206,011	832,902	186,218	767,032	19,793	10.63%	65,870	8.59%
Board of Directors' fee	62,321	251,964	61,190	252,042	1,131	1.85%	(78)	-0.03%
Donation expenses	119,317	482,399	122,706	505,426	(3,389)	-2.76%	(23,027)	-4.56%
Office supplies	48,313	195,329	60,740	250,188	(12,427)	-20.46%	(54,859)	-21.93%
Business entertainments	61,202	247,440	52,766	217,343	8,436	15.99%	30,097	13.85%
Repairs and maintenance	82,164	332,189	79,842	328,869	2,322	2.91%	3,320	1.01%
Communication expenses	29,625	119,774	20,615	84,913	9,010	43.71%	34,861	41.05%
Professional fee	54,797	221,544	48,767	200,871	6,030	12.36%	20,673	10.29%
Travelling expenses	30,446	123,093	29,825	122,849	621	2.08%	244	0.20%
Other tax expenses	61,948	250,456	20,140	82,957	41,808	207.59%	167,499	201.91%

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023		Change			
	USD	KHR'000	USD	KHR'000	USD	%	KHR'000	%
Lease receivable written off	0	0	58,984	242,955	(58,984)	-100.00%	(242,955)	-100.00%
Others	118,652	479,711	31,119	128,179	87,533	281.28%	351,532	274.25%
Total general administration and selling expenses	<u>2,263,757</u>	<u>9,152,370</u>	<u>2,157,389</u>	<u>8,886,285</u>	<u>106,368</u>	<u>4.93%</u>	<u>266,085</u>	<u>2.99%</u>
Share of loss from joint arrangement	117,451	474,854	104,440	430,188	13,011	12.46%	44,666	10.38%
Impairment loss on trade and other receivables	503,283	2,034,773	(475,386)	(1,958,115)	978,669	205.87%	3,992,888	203.91%
Operating profit	<u>3,445,265</u>	<u>13,929,206</u>	<u>2,881,050</u>	<u>11,867,045</u>	<u>564,215</u>	<u>19.58%</u>	<u>2,062,161</u>	<u>17.38%</u>
Financial income/(cost), net	30,727	124,229	29,326	120,794	1,401	4.78%	3,435	2.84%
<u>Profit before income tax</u>	<u>3,475,992</u>	<u>14,053,435</u>	<u>2,910,376</u>	<u>11,987,839</u>	<u>565,616</u>	<u>19.43%</u>	<u>2,065,596</u>	<u>17.23%</u>

For the fourth quarter of 2024, Profit before income tax increased by KHR 2,065,596,000 (USD 565,616) or +17.23% compared to the fourth quarter of 2023. The increase is due to the increase in gross profit by KHR 4,073,438,000 (USD 1,102,685) or +19.54%, as well as, the increase in impairment loss on trade and other receivables by KHR 3,992,888,000 (USD 978,669) or +203.91.

4. Profit after tax analysis

PPAP is subject to the Law on Commercial Enterprise for taxation sector and value-added tax (VAT), thus PPAP has the obligation to pay tax at 20% of taxable profit. However, from 2019 onward PPAP will have an obligation to pay tax as normal after received 50% reduction on the tax on profit for three years (from 2016 to 2018)

For the fourth quarter ended 31 December 2024 compared to the fourth quarter ended 31 December 2023

Description	4 th Quarter for the Period Ended 31 December 2024		4 th Quarter for the Period Ended 31 December 2023		Change			
	USD	KHR'000	USD	KHR'000	USD	%	KHR'000	%
Profit before income tax (a)	3,475,992	14,053,435	2,910,376	11,987,839	565,616	19.43%	2,065,596	17.23%
Income tax expense (b)	406,220	1,642,347	621,102	2,558,319	(214,882)	-34.60%	(915,972)	-35.80%
Net profit for the year	3,069,772	12,411,088	2,289,274	9,429,520	780,498	34.09%	2,981,568	31.62%
Other comprehensive income	3,049,451	4,941,289	2,128,998	1,556,899	920,453	43.23%	3,384,390	217.38%
Effective tax rate (b)/(a)	11.69%	11.69%	21.34%	21.34%				

PPAP earns profit after tax KHR 12,411,088,000 (USD 3,069,772) in the fourth quarter of 2024 and KHR 9,429,520,000 (USD 2,289,274) in the fourth quarter of 2023, representing an increase of KHR 2,981,568,000 (USD 780,498) or +31.62%.

5. Factors and trends analysis affecting financial conditions and results

5.1. Level of regional, global trade and globalization

The financial condition and results of PPAP are dependent on throughput volumes and transshipment activity at ports. There rely heavily on the domestic, and global trade volume as well as the regional exports and imports. These may be significantly affected by the changes in regional and global economic, financial and political conditions that are beyond PAPP's control.

5.2. Capacity at the Container Terminal LM17

The main handling operation is conducted at the Container Terminal LM17. PPAP has container cargo handling capacity of approximately 440,000 TEUs as at 31st December,2024. In order to accommodate this increase . PPAP has planned to finish the Phase III of port infrastructure project which will increase its capacity more 200,000 TEUs/year of the handling capacity at Container Terminal LM17.

Description	Output			
	4th Quarter 2022	4th Quarter 2023	4th Quarter 2024	Planning 2024
Container Terminal LM17 (TEUs)	88,653	91,186	114,213	440,000

5.3. Operation Efficiency

In order to increase the efficiency of operation, PPAP seeks to reduce its costs and achieve optimal operating efficiency by utilizing its existing resources and install the modern equipment and handling machinery. PPAP, therefore, has the following methods to increase the efficiency of operation:

-  Continue introducing new handling machinery in order to speed up the process of cargo handling and reduce wait time cause by the malfunction of machinery.
-  Improving capability of operation by providing employee training.
-  Expand the terminal in order to ensure that vessels are quickly and efficiently transport cargo to and from PPAP.
-  Utilizing external depot to increase the container storage capacity at LM17 such as the ICD depot, KM6 Terminal, Multipurpose Terminal TS3, and Mekong Sentosa Logistic (MSL).
-  Efficiently managing the container yard by reducing the duration of storage of container at the container yard.
-  Efficiently utilizing the terminal by formulating a clear the berthing plan.

5.4. Price

In order to retain existing customers and attract more new customers, PPAP Has offered favorable tariffs on cruise ships, cruise ships, retail and container ships and other types of freight vessels. PPAP also offers preferential prices for both freight services at both inside and outside of the container terminal. In addition to the preferential shipping costs, PPAP also offers preferential package prices for container service (Stevedore) to all container carriers based on the volume of containers that

are shipped. This means that if the container carrier of any company shipping more containers will receive a much higher discount.

5.5. Connection to Feeder Port

The connection to feeder port plays an important role when Transport Company selecting a port to transport cargo. Efficient connectivity enable shipper to reduce shipping time. Efficient transportation between feeder-ports depend on the service of other feeder port that managing the flow of transportation. PPAP's location in Phnom Penh Capital is advantageous in consolidating cargo for waterway transshipment.

5.6. Depreciation

Depreciation arise from the depreciated of property, plant and equipment of PPAP such as quay, storage facilities, and handling machinery. The useful lives is estimated on key assets such as harbours and building (10-50 years), plants and machinery (10-15 years), furniture and fixtures (5 years), computer (5-15years), office equipment and others (5-15 years), moto vehicles (8-15 years). Depreciation method, useful lives, and residual values are reviewed at each reporting date and adjusted if appropriate.

B- Significant factors affecting profit

1. Demand and supply conditions analysis

Cargo volume of PPAP is directly related to the national, Regional and Global Economy. PPAP must conduct analysis on the economy and trade in order to recognize the trend of increase or decline in the demand of transportation. It is the base for a timely response on the matters as well as creating proper investment plan on the port infrastructure and machinery. It can avert losses on the expenditure of capital by avoiding excessive investment over the demand of transporation.

2. Fluctuation in prices of cost of service analysis

Maintaining competitiveness in the market is an important factors for the long-term growth of PPAP which include the quality and price of service provided. To ensure quality and competitiveness of our service, PPAP focus on the management of some operating expense as below:

2.1. Staff salaries and other benefits

A large portion of the company's expense is related to staff salaries and other benefits, which is **19.26%** (7.15% from operation staff and 12.11% from administration staff and other benefits) of total revenue in the fourth quarter of 2024 which recorded in Cost of Services and General Administration Expense. However, PPAP have plan which arrange appropriate human resource according to the scope of work and pay salaries base on the number of container throughput (TEU) in order to ensure that staff cost will not significantly affect our profit.

2.2. Crane Charge

Another large potion of cost of service is crane charges which is **9.97%** of total revenue in the fourth quarter 2024. PPAP has signed contract with three business partner in using the Traveling Cargo

Crane to provide the handling service. According to the contracts, the percentage of revenue sharing to the business partners drop to 80% after 3 to 4 years of operation. PPAP expect that crane charge will increase as the number of container throughput is also expected to increase. However, crane charge will not significantly affect our profit because the increase in container throughput also lead to the increase in revenue. Table below shows the revenue sharing scheme with the business partners:

Crane Owner	Crane Name	Unit	Capacity (Ton)	% of Revenue To Crane Owner	% of Revenue To PPAP	Date
Mao Veronica Tsai Ping (Chu Tsai Ping)	Floating Crane 1	1	80	80%	20%	01/04/2024-31/03/2027
	Floating Crane 2	1	60	80%	20%	
Jeong Myeong International Co.,Ltd	Traveling Cargo Crane 1	1	41	90%	10%	01/01/2013-31/12/2013
				85%	15%	01/01/2014-31/12/2014
				80%	20%	01/01/2015-31/12/2024
Port Stevedoring Company Limited	Fixed Crane	3	40	90%	10%	07/09/2021-07/09/2024
				85%	15%	08/09/2024-08/09/2025
				80%	20%	09/09/2025-09/09/2041

3. Tax analysis

PPAP is subject to the Law on Commercial Enterprise for matter of taxation. PPAP has an obligation to pay tax as stipulated in the laws and regulation in force. The General Department of Taxation require PPAP to pay tax under the real regime tax system and is a large taxpayer.

3.1. Tax on profit

PPAP has the obligation to pay tax at 20% of taxable profit by preparing tax, by preparing tax on a monthly basis based on 1% of monthly turnover. This prepayment tax of 1% turnover will be settled with the payment of 20% profit tax at the end of fiscal year. PPAP's share was officially listed on the 9th of December 2015. According to Anukret No.01 ANK.BK dated on the 8th of January 2015 on Tax Incentive in Securities Sector, Listed enterprise will received 50% reduction on the tax on profit for three year from the date of the Anukret enforce. Therefore, from 2019 onward PPAP will not received Tax Incentive in Securities Sector, thus PPAP will have obligation to pay tax as normal.

For three year from the date of the Anukret enforce. Therefore, from 2019 onward PPAP will not received Tax Incentive in Securities Sector, thus PPAP will have obligation to pay tax as normal.

3.2. Value added tax (VAT)

PAPP is a VAT registered company. PPAP has to charge VAT of 10% on invoice amount when issuing invoice to its customers. This tax is collected for the government as an output VAT. This output VAT is settled with the 10% input VAT that PPAP has to pay to its supplier when making purchase.

3.3. Tax withheld on Interest Income

PPAP has an obligation to pay withholding tax on interest income at the rate of 4% on deposit and 6% on fixed deposit. PPAP has fixed deposit at the Foreign Trade Bank (FTB).

3.4. Import Tax

PPAP has an obligation to pay import tax on materials and raw materials at rates ranging from 7% to 35%, depending on the type of goods, as determined by the General Department of Customs and Excise. According to the Project of Port infrastructure at LM17 in 2022, PPAP will import additional container handling equipment. As such, the expense on import tax will rise.

C- Material changes in sales and revenue

The main revenue from PPAP are from handling container cargo service such as Stevedor, LOLO and Port Due & Charge which represent about **94%** of the total revenue in the fourth quarter 2024. This revenue increase mainly contributed by the increase of container throughput and number of vessel which mainly due the growth of construction of industry and other commercial industries such as textile, apparel & footwear manufacturing industry. Moreover, the opening of Cap Mei Hub Port in Vietnam also contribute to the increase of container throughput from our terminals as it provides a more direct and faster route to East pacific country and U.S West.

D- Impact of exchange rate, interest rate and commodity prices

1. Impact of Exchange Rate

PPAP maintain its accounting record in USD which is its functional currency because most of the revenue from the business is USD currency. In addition, most of the payment on machinery maintaining, fuel and gasoline, and other expense is also in USD currency except salary and tax expense. Therefore, the impact from exchange rate is minimum for PPAP.

2. Impact of Interest Rate

Interest rate risk is the risk that the fair value or future cash flows of the financial instruments of PPAP would fluctuate because of changes in market interest rates.

The exposure of PPAP to interest rate risk arises primarily from fixed deposits. PPAP manages its interest rate exposure by closely monitoring the market interest rate. PPAP does not use derivative financial instruments to hedge any debt obligations.

3. Impact of Flunctuation of Gasoline Price

The operation of PPAP depend heavily on the machinery which require high consumption of gasoline. The flunctuation of gasoline price will impact on the cost of service. Hence, PPAP is work to improve our operation by efficient management of container yard which can lead to the reduction of gasoline usage, reduction in unnecessary movement of machinery. Therefore, PPAP equipped with modern marchinery in lifting by substitute to electicity base machinery.

E- Impact on Inflation

Increase in inflation rate may impact the expenditure and investment of the company because of the increase in price of commodity, thus diminish in purchasing power. According to Worldbank.org, the Cambodia inflation rate is averaging 3.8% from year 2011 to 2014 which we believe that it will not materially impact our financial position and operation of PPAP.

F- Governmental/ Economic/ Fiscal/ Monetary Policy of Royal Government

PPAP is benefiting from the some of the government policy as the following:

- ❖ Rice Export policy of Cambodia is showing positive effect by increasing the export of rice via PPAP.
- ❖ The government policy which exempt the import tax on agriculture equipment/machinery which encourage investment in agriculture sector.
- ❖ The government's effort to establish quota or exemption with trade-partner country encourages high volume of export.
- ❖ The establishment of Special Economic Zone and Bonded Warehouse attracted direct investment from foreign country.
- ❖ Cambodia Development Industrial Policy 2015 – 2025 is attracting investment in Cambodia and large enterprise as well as some small and medium size enterprise.
- ❖ Government policy to encourage waterway transportation.
- ❖ The National Bank of Cambodia continued the adoption of tight monetary policy and managed floating exchange rate system. It has boosted public confidence in the macroeconomic environment of Cambodia and facilitated the private sector in carrying out business.
- ❖ The tax incentive in securities sectors which provided to the listed enterprise in Cambodia is encouraging more private and public enterprise to goes IPO. This will contributed to the development of Cambodia economy.

Part 5

Other Necessary Information for Investor Protection

For the 4th Quarter of 2024, PPAP has necessary information for the investor protection as follow:

- Reviewed and approved on the result of business/services and financial performance (Unaudited) of PPAP for the period of 10 months and the forecast of 2024, also the planning for 2025.
- Reviewed and approved on PPAP's Procurement Planning for 2025 and permitted PPAP to establish the Procurement Unit in compliance with the Sub-decree No. 13 ANKR.BK dated 23rd February, 2015 of the Royal Government of Cambodia.
- Reviewed and approved on the decision for PPAP to invite the representatives of Yunnan Shengmao Investment (Cambodia) Co., Ltd. and Zheng Chi Investment Management (Cambodia) Co., Ltd. to attend PPAP's Board of Directors meeting in order to have further detailed discussion regarding the transfer the leasing contract on the 9.3 hectares land (ICD) and the Supplementary contract at a convenient schedule.
- Permitted PPAP to continue the procedure with the relevant Inter-Ministerial Committee, which will be formulated in the near future, regarding the request of Chhean Chhoeng Thai Group on the request for transfer of permanent leasehold right of immovable property from Chroy Changvar bridge to the Night market.
- Reviewed and approved on the transfer the leasing contract on the 9.3 hectares land (ICD) and the Supplementary contract as follows:
 - + Advised PPAP to issue a request letter for approval from the Ministry of Public Works and Transport then continue with another request to the Ministry of Finance and Economy regarding the transfer the leasing contract on the 9.3 hectares land (ICD) of PPAP to Mrs. Nov Kunthear, Chairperson of Yunnan Shengmao Investment (Cambodia) Co., Ltd. in order to submit for review and approval from the royal government eventually. After the approval from government, PPAP needs to make a new contract based on the terms and condition of the old one, and it must be approved by both of the guardian ministries.
 - + Approved PPAP to allow Yunnan Shengmao Investment (Cambodia) Co., Ltd. to pay off the amount of USD 2,019,656 debt into 2 phases in which the 1st phase with the amount of USD 1,019,656 to be paid in August 2025, and the 2nd phase with the amount of USD 1,000,000 to be paid from December 2025 onwards.
 - + Approved in principle to allow PPAP to acquire lawyer service for consulting and preparing the land leasing contract at the inland container depot (ICD).
- Reviewed and approved in principle to allow PPAP to deposit the initial capital of USD 2,500,000 into FUNAN INLAND WATERWAY & LOGISTICS Co.,Ltd. during the fiscal year 2025.
- Reviewed and approved in principle to allow PPAP to make a revise the infrastructure development plan and the equipment installation for 2025 by adjusting the other 23 plans into a purchasing order of 4 additional RTGs.

- Reviewed and approved in principle to allow PPAP to use PPAP’s own budget to install 2 additional FCC to the quay of the Phase 4, Step 3, at the container terminal LM17.
- Reviewed and approved PPAP to continuously urge Phuoc Tao Logistics Cooperation to payoff the amount of USD 84,796.14 to PPAP in accordance with the contract between Phuoc Tao Logistics Cooperation and PPAP. Meanwhile, the company is not allowed to pay in installment nor shall PPAP make any discount on the services provided to the company.
- Reviewed and approved in principle to allow PPAP to clear out the obsolete assets from the inventory of state property by formulating a committee to study, arrange, and evaluate furthermore.

Signature of The Board of Directors of PPAP

14th February, 2025

Read and Approved

Soun Rachana

Signature

Soun Rachana

Member

(Rep. Of Ministry of Public Works and Transport)

14th February, 2025

Read and Approved

Gui Anvanith

Signature

Gui Anvanith

Member

(Independent Director)

Appendix I

**Condensed Interim Financial Statements
for the three-month and twelve-month periods ended 31 December 2024
and
Independent Auditors' Report on Review of
Condensed Interim Financial Statements**

PHNOM PENH AUTONOMOUS PORT

**Condensed Interim Financial Statements
for the three-month and twelve-month
periods ended 31 December 2024
and**

**Independent Auditors' Report on Review of
Condensed Interim Financial Statements**

Corporate Information

Company	Phnom Penh Autonomous Port
Registration No	Co.7175 Et/2004
Registered office	No. 649, Preah Sisowat Quay Sangkat Sras Chork, Khan Daun Penh, Phnom Penh Kingdom of Cambodia
Majority shareholder	Ministry of Economy and Finance
Board of Directors	H.E. Hei Bavy, Chairman and Chief Executive Officer H.E. Suon Rachana, Member representing MPWT H.E. Ken Sambath, Member representing MEF H.E. Penn Sovicheat, Member representing MOC H.E. Gui Anvanith, Member as Independent Director Mrs. Pok Pheakdey, Member as Non-Executive Director representing of private shareholders Mr. Kong Sothea, Member representing of PPAP employees
Management team	H.E. Hei Bavy, Chief Executive Officer H.E. Mam Rithy, State Controller H.E. Choun Sokhem, Deputy Director General of Administration/Finance Mr. Hiek Phirun, Deputy Director General of Port's Affairs Mrs. Seng Kuntheary, Deputy Director General of Technical (appointed on 2 July 2024) Mr. Koy Bunthom, Deputy Director General of Technical (retired on 1 May 2024) Mrs. Hei Phanin, Deputy Director General of Business/Operation Mr. Kong Sothea, Director of Internal Audit Department Mr. Keo Sophanara, Director of Administration Department Mr. Ouk Poly, Acting Director of Personnel/HR Department (appointed on 2 July 2024) Mr. Im David, Director of Engineer Department Mrs. Khov Chansoma, Director of Accounting/Finance Department (appointed on 14 June 2024) Mr. Chiep Viraya, Director of Hydrographic Department Mr. Hun Sokhalay, Director of LM 17 Operation Department Mr. Prak Samit, Acting Director of Commercial Zone/Domestic Port Department Mr. Hoesu Song, Director of TS3 Operation Department Mr. Tol Sokhom, Director of Harbour Department Mr. Kong Channy, Director of Corporate Secretariat Ms. Chheav Vanthea, Director of Planning/Marketing Department Mr. Chhiv Songkaing, Director of Sub-feeder Multi-purpose Terminal UM1

Corporate Information (continued)

Management team
(continued)

Mr. Say Chantha, Director of Machinery Management Department
Mrs. Meas Visal, Director of Sub-Feeder Multipurpose Terminal TS11
Mr. Heng Vutha, Acting Director of Sub-Feeder Multipurpose Terminal UM2

Principal bankers

ACLEDA Bank Plc.
Advanced Bank of Asia Limited
J Trust Royal Bank Plc.
Chip Mong Commercial Bank Plc.
Phnom Penh Commercial Bank Plc.
Foreign Trade Bank of Cambodia
Canadia Bank Plc.
Bank of China Limited Phnom Penh Branch
Asia-Pacific Development Bank Plc.

Auditor

KPMG Cambodia Ltd

Phnom Penh Autonomous Port

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KINGDOM OF CAMBODIA

Nation Religion King



Phnom Penh Autonomous Port

N°:**293**.....PPAP

PHNOM PENH, Date: **February 14th 2025**

Statement by the Board of Directors

In the opinion of the Board of Directors, the accompanying condensed interim financial statements of Phnom Penh Autonomous Port ("PPAP" or the "Company"), which comprises the condensed interim statement of financial position as at 31 December 2024, and the related condensed interim statements of profit or loss and other comprehensive income for the three-month and twelve-month periods then ended, and changes in equity and cash flows for the twelve-month periods then ended, and notes to the condensed interim financial statements as set out on pages 4 to 45 are prepared, in all material respects, in accordance with Cambodian International Accounting Standard 34, *Interim Financial Reporting*.

Signed in accordance with a resolution of the Board of Directors,



H.E. Hei Bavy

Chairman and Chief Executive Officer

Phnom Penh, Kingdom of Cambodia

Date: **February 14th 2025**

Mrs. Khov Chansoma

Director of Accounting/Finance Department Ⓢ



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THE INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

To the shareholders of Phnom Penh Autonomous Port

Introduction

We have reviewed the accompanying condensed interim financial statements of Phnom Penh Autonomous Port ("PPAP" or "the Company"), as set out on pages 4 to 45 (hereafter referred to as "the condensed interim financial statements") which comprise:

- the condensed interim statement of financial position as at 31 December 2024;
- the condensed interim statements of profit or loss and other comprehensive income for the three-month and twelve-month periods ended 31 December 2024;
- the condensed interim statement of changes in equity for the twelve-month period ended 31 December 2024;
- the condensed interim statement of cash flows for the twelve-month period ended 31 December 2024; and
- other explanatory notes to the condensed interim financial statements.

Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the Cambodian International Accounting Standard 34 *Interim Financial Reporting*. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the Cambodian International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Cambodian International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements, are not prepared, in all material respects, in accordance with the Cambodian International Accounting Standard 34, "Interim Financial Reporting".

For KPMG Cambodia Ltd



Yim Lundy
Engagement Partner

Phnom Penh, Kingdom of Cambodia

14 February 2025

Phnom Penh Autonomous Port

Condensed interim statement of financial position as at 31 December 2024

	Notes	31 December 2024		31 December 2023	
		US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
ASSETS					
Non-current assets					
Property, plant and equipment	5	131,579,526	529,607,591	126,656,158	517,390,405
Intangible assets		198,760	800,006	131,982	539,146
Right-of-use assets	6(a)	9,769,749	39,323,240	8,760,682	35,787,386
Lease receivables	6(b)	2,053,172	8,264,017	4,671,994	19,085,095
Investment properties	7	87,267,416	351,251,349	87,359,958	356,865,428
Other receivables	8	1,471,661	5,923,436	72,683	296,910
Other investments	10	15,000,000	60,375,000	15,000,000	61,275,000
		<u>247,340,284</u>	<u>995,544,639</u>	<u>242,653,457</u>	<u>991,239,370</u>
Current assets					
Inventories	9	793,580	3,194,160	801,808	3,275,386
Lease receivables	6(b)	178,359	717,895	430,585	1,758,940
Trade and other receivables	8	7,036,270	28,320,987	7,021,891	28,684,428
Cash and bank balances	10	12,001,625	48,306,541	3,898,509	15,925,409
		<u>20,009,834</u>	<u>80,539,583</u>	<u>12,152,793</u>	<u>49,644,163</u>
TOTAL ASSETS		<u>267,350,118</u>	<u>1,076,084,222</u>	<u>254,806,250</u>	<u>1,040,883,533</u>
EQUITY AND LIABILITIES					
EQUITY					
Share capital	11	114,453,485	457,813,940	114,453,485	457,813,940
Share premium	12	155,502	622,008	155,502	622,008
Reserves	13	78,885,751	321,721,038	70,637,971	287,822,662
Retained earnings		13,342,342	54,230,134	9,798,425	40,091,294
Currency translation reserves		-	(1,867,873)	-	10,410,486
Total equity		<u>206,837,080</u>	<u>832,519,247</u>	<u>195,045,383</u>	<u>796,760,390</u>

Phnom Penh Autonomous Port

Condensed interim statement of financial position (continued) as at 31 December 2024

	Notes	31 December 2024		31 December 2023	
		US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
LIABILITIES					
Non-current liabilities					
Other payables	14	15,571	62,673	36,830	150,451
Borrowings	15	12,419,845	49,989,876	14,489,819	59,190,911
Contract liabilities	16	12,750,000	51,318,750	13,050,000	53,309,250
Lease liabilities	6(a)	11,778,139	47,407,009	11,651,908	47,598,044
Provision for retirement benefits	17	650,388	2,617,812	563,762	2,302,968
Liability arising from joint arrangement	18	10,890,371	43,833,743	11,214,195	45,809,987
Deferred tax liabilities, net	19(c)	473,093	1,904,199	343,628	1,403,720
		<u>48,977,407</u>	<u>197,134,062</u>	<u>51,350,142</u>	<u>209,765,331</u>
Current liabilities					
Trade and other payables	14	5,957,901	23,980,550	3,022,642	12,347,493
Borrowings	15	2,289,274	9,214,328	2,311,056	9,440,664
Lease liabilities	6(a)	457,242	1,840,399	613,391	2,505,702
Contract liabilities	16	300,000	1,207,500	300,000	1,225,500
Current income tax liabilities		2,531,214	10,188,136	2,163,636	8,838,453
		<u>11,535,631</u>	<u>46,430,913</u>	<u>8,410,725</u>	<u>34,357,812</u>
Total liabilities		<u>60,513,038</u>	<u>243,564,975</u>	<u>59,760,867</u>	<u>244,123,143</u>
TOTAL EQUITY AND LIABILITIES		<u>267,350,118</u>	<u>1,076,084,222</u>	<u>254,806,250</u>	<u>1,040,883,533</u>

The accompanying notes form an integral part of these condensed interim financial statements.

Phnom Penh Autonomous Port

Condensed interim statement of profit or loss and other comprehensive income for the three-month and twelve-month periods ended 31 December 2024

	Note	For the twelve-month period ended				For the three-month period ended			
		31 December 2024		31 December 2023		31 December 2024		31 December 2023	
		US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Revenue	21	41,588,173	169,305,452	34,558,511	142,035,480	10,130,968	40,959,504	8,117,753	33,437,025
Cost of services	22	(15,810,898)	(64,366,166)	(13,082,264)	(53,768,105)	(3,966,208)	(16,035,379)	(3,055,678)	(12,586,338)
Gross profit		25,777,275	104,939,286	21,476,247	88,267,375	6,164,760	24,924,125	5,062,075	20,850,687
Other (loss)/income	23	(100,513)	(409,188)	(98,296)	(403,997)	(1,076,472)	(4,352,176)	347,310	1,430,570
General and administrative expenses	24	(9,562,535)	(38,929,080)	(8,689,076)	(35,712,102)	(2,263,757)	(9,152,370)	(2,157,389)	(8,886,285)
Share of loss from joint arrangement		345,518	1,406,604	401,989	1,652,175	117,451	474,854	104,440	430,188
Impairment losses on financial assets	25	(326,883)	(1,330,740)	(1,044,910)	(4,294,580)	503,283	2,034,773	(475,386)	(1,958,115)
Operating profit		16,132,862	65,676,882	12,045,954	49,508,871	3,445,265	13,929,206	2,881,050	11,867,045
Finance income	26	1,312,689	5,343,957	1,408,437	5,788,676	315,368	1,275,033	321,800	1,325,494
Finance costs	26	(1,162,656)	(4,733,173)	(1,259,955)	(5,178,415)	(284,641)	(1,150,804)	(292,474)	(1,204,700)
Finance income, net	26	150,033	610,784	148,482	610,261	30,727	124,229	29,326	120,794
Profit before tax		16,282,895	66,287,666	12,194,436	50,119,132	3,475,992	14,053,435	2,910,376	11,987,839
Income tax expense	19(b(i))	(3,325,478)	(13,538,021)	(2,801,257)	(11,513,166)	(406,220)	(1,642,347)	(621,102)	(2,558,319)
Net profit for the period		12,957,417	52,749,645	9,393,179	38,605,966	3,069,772	12,411,088	2,289,274	9,429,520

Phnom Penh Autonomous Port

Condensed interim statement of profit or loss and other comprehensive income (continued) for the three-month and twelve-month periods ended 31 December 2024

	Note	For the twelve-month period ended				For the three-month period ended			
		31 December 2024		31 December 2023		31 December 2024		31 December 2023	
		US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Other comprehensive income									
<i>Items that will not be reclassified to profit or loss</i>									
Remeasurement of defined benefit liability	17	(25,401)	(103,407)	(200,345)	(823,418)	(25,401)	(102,696)	(200,345)	(825,221)
Related tax	19(b(ii))	5,080	20,681	40,069	164,684	5,080	20,538	40,069	165,044
		<u>(20,321)</u>	<u>(82,726)</u>	<u>(160,276)</u>	<u>(658,734)</u>	<u>(20,321)</u>	<u>(82,158)</u>	<u>(160,276)</u>	<u>(660,177)</u>
Currency translation differences		-	(12,278,359)	-	(6,214,506)	-	(7,387,641)	-	(7,212,444)
Other comprehensive income, net of tax		<u>(20,321)</u>	<u>(12,361,085)</u>	<u>(160,276)</u>	<u>(6,873,240)</u>	<u>(20,321)</u>	<u>(7,469,799)</u>	<u>(160,276)</u>	<u>(7,872,621)</u>
Total comprehensive income for the period		<u>12,937,096</u>	<u>40,388,560</u>	<u>9,232,903</u>	<u>31,732,726</u>	<u>3,049,451</u>	<u>4,941,289</u>	<u>2,128,998</u>	<u>1,556,899</u>

Earnings per share attributable to the shareholders of PPAP during the period are as follow:

Basic earnings per share	27	0.63	2.55	0.45	1.87	0.15	0.60	0.11	0.46
Diluted earnings per share	27	<u>0.63</u>	<u>2.55</u>	<u>0.45</u>	<u>1.87</u>	<u>0.15</u>	<u>0.60</u>	<u>0.11</u>	<u>0.46</u>

The accompanying notes form an integral part of these condensed interim financial statements.

Phnom Penh Autonomous Port

Condensed interim statement of changes in equity for the twelve -month period ended 31 December 2024

	Share capital		Share premium		Reserves		Retained earnings		Currency translation reserves		Total	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at 1 January 2024	114,453,485	457,813,940	155,502	622,008	70,637,971	287,822,662	9,798,425	40,091,294	-	10,410,486	195,045,383	796,760,390
Transaction with the shareholders of PPAP												
Dividends (Note 28)	-	-	-	-	-	-	(1,145,399)	(4,629,703)	-	-	(1,145,399)	(4,629,703)
Transaction recognised directly in equity												
Transfers from retained earning to reserves (Note 13)	-	-	-	-	8,247,780	33,898,376	(8,247,780)	(33,898,376)	-	-	-	-
Total comprehensive incomes												
Net profit for the period	-	-	-	-	-	-	12,957,417	52,749,645	-	-	12,957,417	52,749,645
Other comprehensive income	-	-	-	-	-	-	(20,321)	(82,726)	-	(12,278,359)	(20,321)	(12,361,085)
	-	-	-	-	-	-	12,937,096	52,666,919	-	(12,278,359)	12,937,096	40,388,560
Balance at 31 December 2024	114,453,485	457,813,940	155,502	622,008	78,885,751	321,721,038	13,342,342	54,230,134	-	(1,867,873)	206,837,080	832,519,247
Balance at 1 January 2023	114,453,485	457,813,940	155,502	622,008	57,466,697	233,991,665	14,878,805	60,639,024	-	16,624,992	186,954,489	769,691,629
Transaction with the shareholders of PPAP												
Dividends (Note 28)	-	-	-	-	-	-	(1,142,009)	(4,663,965)	-	-	(1,142,009)	(4,663,965)
Transaction recognised directly in equity												
Transfers from retained earning to reserves (Note 13)	-	-	-	-	13,171,274	53,830,997	(13,171,274)	(53,830,997)	-	-	-	-
Total comprehensive incomes												
Net profit for the period	-	-	-	-	-	-	9,393,179	38,605,966	-	-	9,393,179	38,605,966
Other comprehensive income	-	-	-	-	-	-	(160,276)	(658,734)	-	(6,214,506)	(160,276)	(6,873,240)
	-	-	-	-	-	-	9,232,903	37,947,232	-	(6,214,506)	9,232,903	31,732,726
Balance at 31 December 2023	114,453,485	457,813,940	155,502	622,008	70,637,971	287,822,662	9,798,425	40,091,294	-	10,410,486	195,045,383	796,760,390

The accompanying notes form an integral part of these condensed interim financial statements.

Phnom Penh Autonomous Port

Condensed interim statement of cash flows for the twelve-month period ended 31 December 2024

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Cash flows from operating activities				
Profit before tax	16,282,895	66,287,666	12,194,436	50,119,132
<i>Adjustments for:</i>				
Depreciation of property, plant and equipment	4,944,818	20,130,354	4,310,144	17,714,692
Depreciation of intangible assets	12,703	51,714	829	3,407
Depreciation of right-of-use assets	288,855	1,175,929	203,633	836,932
Depreciation of investment property	92,542	376,738	79,025	324,793
Interest expenses	1,132,613	4,610,868	1,197,414	4,921,371
Interest income from lease receivables	(160,196)	(652,158)	(293,422)	(1,205,964)
Interest from deposits	(1,148,515)	(4,675,605)	(1,112,621)	(4,572,872)
Net unwinding effect of long-term deposit	(3,978)	(16,194)	(2,394)	(9,840)
Impairment losses on financial assets	326,883	1,330,740	1,044,910	4,294,580
Loss from termination of sub-leasing right-of-use assets	1,394,101	5,675,385	1,529,904	6,287,906
Lease receivable written off	204,904	834,164	58,984	242,424
Gain on disposal of property, plant and equipment	(2,723)	(11,085)	-	-
Retirement benefits obligation expenses/(benefits)	42,494	172,993	(3,540)	(14,549)
Amortisation of liabilities from joint arrangement	(323,824)	(1,318,288)	(159,696)	(656,351)
	<u>23,083,572</u>	<u>93,973,221</u>	<u>19,047,606</u>	<u>78,285,661</u>
<i>Changes in working capital:</i>				
Inventories	8,228	33,496	(86,827)	(356,859)
Lease receivable	(11,269)	(45,876)	(95,745)	(393,512)
Trade and other receivables	(280,584)	(1,142,257)	(282,804)	(1,162,324)
Trade and other payables	2,935,259	11,949,439	(13,993)	(57,510)
Short-term fixed deposit	2,761	11,240	51,668	212,355
Contract liabilities	(300,000)	(1,221,300)	(300,000)	(1,233,000)
Cash generated from operations	25,437,967	103,557,963	18,319,905	75,294,811
Income tax paid	(2,755,860)	(11,219,106)	(3,579,824)	(14,713,077)
Withholding tax credit	(67,495)	(274,772)	(67,358)	(276,841)
Retirement benefits obligation paid	(14,683)	(59,774)	(8,781)	(36,090)
Net cash generated from operating activities	<u>22,599,929</u>	<u>92,004,311</u>	<u>14,663,942</u>	<u>60,268,803</u>

Phnom Penh Autonomous Port

Condensed interim statement of cash flows (continued) for the twelve-month period ended 31 December 2024

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Cash flows from investing activities				
Purchase of property, plant and equipment	(9,918,263)	(40,377,249)	(14,386,986)	(59,130,512)
Prepayment for the purchase of property, plant and equipment	(1,395,000)	(5,679,045)	-	-
Purchase of intangible assets	(79,480)	(323,563)	(132,811)	(545,853)
Purchase of investment property	-	-	(776,771)	(3,192,529)
Cash received from lease receivables	95,884	390,344	360,098	1,480,003
Proceeds from disposal of property, plant and equipment	52,800	214,949	-	-
Interest received	1,145,754	4,664,365	1,126,614	4,630,384
Withdrawal of fixed deposits	-	-	1,100,000	4,521,000
Net cash used in investing activities	<u>(10,098,305)</u>	<u>(41,110,199)</u>	<u>(12,709,856)</u>	<u>(52,237,507)</u>
Cash flows from financing activities				
Dividends paid	(1,145,399)	(4,662,919)	(1,142,009)	(4,693,657)
Interest paid	(1,119,483)	(4,557,415)	(1,019,634)	(4,190,696)
Payment of principal portion of lease liabilities	(63,652)	(259,127)	(18,049)	(74,181)
Repayments of borrowings	<u>(2,069,974)</u>	<u>(8,426,864)</u>	<u>(2,069,974)</u>	<u>(8,507,593)</u>
Net cash used in financing activities	<u>(4,398,508)</u>	<u>(17,906,325)</u>	<u>(4,249,666)</u>	<u>(17,466,127)</u>
Net increase/(decrease) in cash and cash equivalents	8,103,116	32,987,787	(2,295,580)	(9,434,831)
Cash and cash equivalents at beginning of period	3,898,509	15,925,409	6,194,089	25,501,064
Currency translation differences	-	(606,655)	-	(140,824)
Cash and cash equivalents at end of period (Note 10)	<u>12,001,625</u>	<u>48,306,541</u>	<u>3,898,509</u>	<u>15,925,409</u>
Significant non-cash transaction from investing activities				
Acquisition of property, plant and equipment through liabilities from joint management	-	-	3,689,367	15,163,299

The accompanying notes form an integral part of these condensed interim financial statements.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements for the three-month and twelve-month periods ended 31 December 2024

These notes form an integral part of and should be read conjunction with the accompanying condensed interim financial statements.

1. Background information

Phnom Penh Autonomous Port (“PPAP”) was registered under the Sub-Decree number 51 អនក្រឹត្យ on 17 July 1998 as a state-owned public enterprise supervised by the Ministry of Economy and Finance (“MEF”) and the Ministry of Public Works and Transport (“MPWT”). PPAP was listed on the Cambodia Securities Exchange on 9 December 2015 with the security certificate number 003 CSX/SC and became a state-owned public enterprise offering shares to the public.

PPAP has responsibilities as port authority and port operator, including but not limited to:

- Provide pilotage navigating the vessel entering into or departing from port;
- Provide vessel's berth;
- Provide a location for vessel repairing and fuel refilling;
- Provide dredging service and maintain navigation channel;
- Monitor operation according to technical standard and ensure safety, environmental sustainability, and orders in the port's commercial zone;
- Check ship documents in order to complete the formalities for vessel entering into-departing from the port;
- Train human resources in navigation and port sector through the Cambodia Maritime Institute;
- Develop port infrastructure through cooperation with the domestic and foreign development partners in order to expand container terminal, general/bulk cargo terminal, feeder port, and passenger/tourist terminal;
- Establish port supporting areas, including special economic zone, industrial zone, agricultural products procession zone and logistics zone;
- Take various measures in order to ensure the enforcement of laws and legal norms related to port and means of water transportation;
- Lift on- lift off (“LOLO”), load-unload, and store cargo;
- Transport goods within port area, between the port and industrial area;
- Provide bonded warehouse service, temporary customs warehouse service and container yard;
- Provide tug-boat assistance and mooring-unmooring service;
- Provide logistics supply, pure water, and hygiene service to vessel;

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

1. Background information (continued)

PPAP has responsibilities as port authority and port operator, including but not limited to: (continued)

- Provide container stuffing-unstuffing service;
- Provide container repair and maintenance service;
- Provide tourist/passenger terminal and domestic port service; and
- Operate other business of any kinds authorised by the laws and legal norms in force to support the growth of PPAP.

The registered office and principal place of business of PPAP is located at No. 649, Preah Sisowat Quay, Sangkat Sras Chork, Khan Duan Penh, Phnom Penh, Kingdom of Cambodia.

On 29 July 2024, the Board of Directors of PPAP resolved in principle to invest 25% in Funan Techo Inland Waterways and Logistics Co., Ltd. for the Funan Techo Canal project. The investment was preliminary approved by the Ministry of Public Works and Transport and subsequently received final approval from the Ministry of Economy and Finance on 2 August 2024. The groundbreaking ceremony for this project was completed on 5 August 2024. The objective of PPAP's investment is to participate in the first section of the waterways, spanning 21 km of the Funan Techo Canal, and to operate this canal to expand the shipping route from PPAP to both domestic seaports and international destinations. As of the reporting date, there has been no significant capital injection into this investment yet.

As at 31 December 2024, the Company had 876 employees (31 December 2023: 775 employees).

2. Basis of preparation

(a) Statement of compliance

These condensed interim financial statements have been prepared in accordance with Cambodian International Accounting Standard ("CIAS") 34, "*Interim Financial Reporting*". They do not include all the information required for a complete set of CIFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and financial performance since the last annual financial statements as at and for the year ended 31 December 2023.

These condensed interim financial statements were authorised for issue by the Company's Board of Directors on 14 February 2025.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

2. Basis of preparation (continued)

(b) Functional currency

The national currency of Cambodia is the Khmer Riel (“KHR”). However, as the Company transacts and maintains its accounting records primarily in United States Dollars (“US\$”), management has determined the US\$ to be the Company’s functional currency as it reflects the economic substance of the underlying events and circumstances of the Company.

The condensed interim financial statements are presented in US\$, which is the Company’s functional currency. All amounts have been rounded to the nearest dollars, unless otherwise indicated.

(c) Use of estimates and judgements

In preparing these condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of the Company’s accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

3. Material accounting policies

The accounting policies applied in these condensed interim financial statements are the same as those applied in the Company’s annual financial statements as at and for the year ended 31 December 2023.

4. Translation of United States Dollars into Khmer Riel

The condensed interim financial statements are expressed in United States Dollars (“US\$”), which is the Company’s functional currency. The translations of US\$ amounts into Khmer Riel (“KHR”) meets the presentation requirements pursuant to Law on Accounting and Auditing and has been done in compliance with CIAS21 – *the Effects of changes in Foreign Exchange Rate*.

Assets and liabilities are translated at the closing rate as at the reporting date and share capital and other equity account are translated at the historical rate. The statements of profit or loss and other comprehensive income and cash flows are translated into KHR at the average rate for the reporting period, which has been deemed to approximate the exchange rate on the date of transactions as exchange rates have not fluctuated significantly during the period. Exchange differences arising from the translation are recognised as “Currency Translation Differences” in other comprehensive income.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

4. Translation of United States Dollars into Khmer Riel (continued)

The Company uses the following exchange rates:

For the three-month and twelve-month			Closing rate	Average rate twelve-month	Average rate three-month
31 December 2024	US\$1	=	KHR 4,025	KHR 4,071	KHR 4,043
31 December 2023	US\$1	=	<u>KHR 4,085</u>	<u>KHR 4,110</u>	<u>KHR 4,119</u>

These convenience translations should not be construed as representations that the US\$ amounts have been, could have been, or could in the future be, converted into KHR at this or any other rate of exchange.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

5. Property, plant and equipment

	For the twelve-month period ended 31 December 2024									
	Land US\$	Computer US\$	Office equipment and others US\$	Furniture and fixtures US\$	Motor vehicle US\$	Machineries US\$	Harbours and buildings US\$	Construction in progress US\$	US\$	Total KHR'000 (Note 4)
Cost										
Balance at beginning of the period	40,682,318	1,250,460	1,713,723	61,588	2,067,898	29,515,766	77,324,274	5,964,819	158,580,846	647,802,756
Additions	276,792	74,762	36,099	6,600	221,070	4,000	364,336	8,934,604	9,918,263	40,377,249
Transfers	3,335,207	60,434	203,700	-	18,000	2,032,301	7,233,042	(12,882,684)	-	-
Disposals	-	-	-	-	-	-	(52,800)	-	(52,800)	(214,949)
Currency translation differences	-	-	-	-	-	-	-	-	-	(9,968,663)
Balance at end of the period	44,294,317	1,385,656	1,953,522	68,188	2,306,968	31,552,067	84,868,852	2,016,739	168,446,309	677,996,393
Less: Accumulated depreciation										
Balance at beginning of the period	-	803,634	613,135	59,214	982,174	14,173,755	15,292,776	-	31,924,688	130,412,351
Depreciation for the period	-	204,406	143,888	555	149,504	2,116,821	2,329,644	-	4,944,818	20,130,354
Disposals	-	-	-	-	-	-	(2,723)	-	(2,723)	(11,085)
Currency translation differences	-	-	-	-	-	-	-	-	-	(2,142,818)
Balance at end of the period	-	1,008,040	757,023	59,769	1,131,678	16,290,576	17,619,697	-	36,866,783	148,388,802
Carrying amounts										
Balance at beginning of the period	40,682,318	446,826	1,100,588	2,374	1,085,724	15,342,011	62,031,498	5,964,819	126,656,158	517,390,405
Balance at end of the period	44,294,317	377,616	1,196,499	8,419	1,175,290	15,261,491	67,249,155	2,016,739	131,579,526	529,607,591

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

5. Property, plant and equipment (continued)

	For the twelve-month period ended 31 December 2023									
	Land US\$	Computer US\$	Office equipment and others US\$	Furniture and fixtures US\$	Motor vehicle US\$	Machineries US\$	Harbours and buildings US\$	Construction in progress US\$	Total US\$	Total KHR'000 (Note 4)
Cost										
Balance at beginning of the period	34,928,635	1,586,632	1,519,314	61,588	2,065,448	29,430,016	63,027,742	8,282,902	140,902,277	580,094,676
Additions	193,871	42,693	22,699	-	2,450	-	263,145	17,551,495	18,076,353	74,293,811
Transfers	5,559,812	18,919	171,710	-	-	85,750	14,033,387	(19,869,578)	-	-
Written off	-	(397,784)	-	-	-	-	-	-	(397,784)	(1,634,892)
Currency translation differences	-	-	-	-	-	-	-	-	-	(4,950,839)
Balance at end of the period	<u>40,682,318</u>	<u>1,250,460</u>	<u>1,713,723</u>	<u>61,588</u>	<u>2,067,898</u>	<u>29,515,766</u>	<u>77,324,274</u>	<u>5,964,819</u>	<u>158,580,846</u>	<u>647,802,756</u>
Less: Accumulated depreciation										
Balance at beginning of the period	-	979,891	484,166	58,813	841,296	12,147,930	13,500,232	-	28,012,328	115,326,756
Depreciation for the period	-	221,527	128,969	401	140,878	2,025,825	1,792,544	-	4,310,144	17,714,692
Written off	-	(397,784)	-	-	-	-	-	-	(397,784)	(1,634,892)
Currency translation differences	-	-	-	-	-	-	-	-	-	(994,205)
Balance at end of the period	-	<u>803,634</u>	<u>613,135</u>	<u>59,214</u>	<u>982,174</u>	<u>14,173,755</u>	<u>15,292,776</u>	-	<u>31,924,688</u>	<u>130,412,351</u>
Carrying amounts										
Balance at beginning of the period	<u>34,928,635</u>	<u>606,741</u>	<u>1,035,148</u>	<u>2,775</u>	<u>1,224,152</u>	<u>17,282,086</u>	<u>49,527,510</u>	<u>8,282,902</u>	<u>112,889,949</u>	<u>464,767,920</u>
Balance at end of the period	<u>40,682,318</u>	<u>446,826</u>	<u>1,100,588</u>	<u>2,374</u>	<u>1,085,724</u>	<u>15,342,011</u>	<u>62,031,498</u>	<u>5,964,819</u>	<u>126,656,158</u>	<u>517,390,405</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

6. Leases

(a) Company as lessee

The right-of-use assets and lease liabilities are in respects of 2 leases of lands with the terms of 40 and 30 years.

(i) *Right-of-use assets*

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Cost				
Balance at beginning of the period	9,186,899	37,528,482	6,130,269	25,238,317
Additions	33,734	137,331	389,213	1,599,665
Termination of sub-leases	1,264,188	5,146,509	2,667,417	10,963,084
Currency translation differences	-	(610,917)	-	(272,584)
Balance at end of the period	<u>10,484,821</u>	<u>42,201,405</u>	<u>9,186,899</u>	<u>37,528,482</u>
Less: Accumulated depreciation				
Balance at beginning of the period	426,217	1,741,096	222,584	916,378
Depreciation for the period	288,855	1,175,929	203,633	836,932
Currency translation differences	-	(38,860)	-	(12,214)
Balance at end of the period	<u>715,072</u>	<u>2,878,165</u>	<u>426,217</u>	<u>1,741,096</u>
Carrying amounts				
Balance at beginning of the period	<u>8,760,682</u>	<u>35,787,386</u>	<u>5,907,685</u>	<u>24,321,939</u>
Balance at end of the period	<u>9,769,749</u>	<u>39,323,240</u>	<u>8,760,682</u>	<u>35,787,386</u>

(ii) *Lease liabilities*

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current	11,778,139	47,407,009	11,651,908	47,598,044
Current	<u>457,242</u>	<u>1,840,399</u>	<u>613,391</u>	<u>2,505,702</u>
	<u>12,235,381</u>	<u>49,247,408</u>	<u>12,265,299</u>	<u>50,103,746</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

6. Leases (continued)

(a) Company as lessee (continued)

(ii) Lease liabilities (continued)

Movements of the lease liabilities during the periods were as follow:

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at beginning of the period	12,265,299	50,103,746	11,710,723	48,213,047
Additions	33,734	137,331	389,213	1,599,665
Interest expense	477,791	1,945,087	478,555	1,966,861
Interest paid	(477,791)	(1,945,087)	(295,143)	(1,213,038)
Principal paid	(63,652)	(259,127)	(18,049)	(74,181)
Currency translation differences	-	(734,542)	-	(388,608)
Balance at end of the period	<u>12,235,381</u>	<u>49,247,408</u>	<u>12,265,299</u>	<u>50,103,746</u>

(b) Company as lessor

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current				
Finance lease receivable (i)	2,002,052	8,058,259	4,620,874	18,876,270
Operating lease receivable (ii)	<u>51,120</u>	<u>205,758</u>	<u>51,120</u>	<u>208,825</u>
	<u>2,053,172</u>	<u>8,264,017</u>	<u>4,671,994</u>	<u>19,085,095</u>
Current				
Finance lease receivable (i)	95,084	382,712	358,583	1,464,812
Operating lease receivable (ii)	<u>83,275</u>	<u>335,183</u>	<u>72,002</u>	<u>294,128</u>
	<u>178,359</u>	<u>717,895</u>	<u>430,585</u>	<u>1,758,940</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

6. Leases (continued)

(b) Company as lessor (continued)

(i) Finance lease

Lease receivables are in respects of the sub-leasing of the right-of-uses asset on the leased lands to various customers. The Company has classified the sub-leases as finance lease, because the sub-leases are for the whole of the remaining term of the head lease.

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current	2,059,979	8,291,414	4,620,874	18,876,270
Current	97,835	393,786	358,583	1,464,812
	2,157,814	8,685,200	4,979,457	20,341,082
Less: Allowance for impairment losses	(60,678)	(244,229)	-	-
	<u>2,097,136</u>	<u>8,440,971</u>	<u>4,979,457</u>	<u>20,341,082</u>

Movements of allowance for impairment losses on lease receivables during the period were as follow:

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at beginning of the period	-	-	-	-
Recognised in profit or loss (Note 25)	60,678	247,020	-	-
Currency translation differences	-	(2,791)	-	-
Balance at end of the period	<u>60,678</u>	<u>244,229</u>	<u>-</u>	<u>-</u>

(ii) Operating lease

The Company leases out its investment property. The Company has classified these leases as operating leases, because they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets. Note 7 set outs information about the operating leases of investment property.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

6. Leases (continued)

(b) Company as lessor (continued)

(ii) Operating lease (continued)

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current	51,120	205,758	51,120	208,825
Current	83,275	335,183	72,002	294,128
	<u>134,395</u>	<u>540,941</u>	<u>123,122</u>	<u>502,953</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

7. Investment properties

Investment properties comprises lands and buildings that are leased to third parties under operating leases.

	For the twelve-month period ended 31 December 2024				For the twelve-month period ended 31 December 2023			
	Land US\$	Buildings US\$	Total US\$	Total KHR'000 (Note 4)	Land US\$	Buildings US\$	Total US\$	Total KHR'000 (Note 4)
Cost								
Balance at beginning of the period	85,762,296	2,287,349	88,049,645	359,682,800	85,762,296	1,510,578	87,272,874	359,302,420
Addition	-	-	-	-	-	776,771	776,771	3,192,529
Currency translation differences	-	-	-	(5,282,979)	-	-	-	(2,812,149)
Balance at end of the period	<u>85,762,296</u>	<u>2,287,349</u>	<u>88,049,645</u>	<u>354,399,821</u>	<u>85,762,296</u>	<u>2,287,349</u>	<u>88,049,645</u>	<u>359,682,800</u>
Less: Accumulated depreciation								
Balance at beginning of the period	-	689,687	689,687	2,817,372	-	610,662	610,662	2,514,093
Depreciation for the period	-	92,542	92,542	376,738	-	79,025	79,025	324,793
Currency translation differences	-	-	-	(45,638)	-	-	-	(21,514)
Balance at end of the period	<u>-</u>	<u>782,229</u>	<u>782,229</u>	<u>3,148,472</u>	<u>-</u>	<u>689,687</u>	<u>689,687</u>	<u>2,817,372</u>
Carrying amounts								
Balance at beginning of the period	<u>85,762,296</u>	<u>1,597,662</u>	<u>87,359,958</u>	<u>356,865,428</u>	<u>85,762,296</u>	<u>899,916</u>	<u>86,662,212</u>	<u>356,788,327</u>
Balance at end of the period	<u>85,762,296</u>	<u>1,505,120</u>	<u>87,267,416</u>	<u>351,251,349</u>	<u>85,762,296</u>	<u>1,597,662</u>	<u>87,359,958</u>	<u>356,865,428</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

8. Trade and other receivables

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current				
<i>Other receivables</i>				
Deposit	76,661	308,561	72,683	296,910
Prepayments	1,395,000	5,614,875	-	-
	<u>1,471,661</u>	<u>5,923,436</u>	<u>72,683</u>	<u>296,910</u>
Current				
<i>Trade receivables</i>				
Third parties	8,132,632	32,733,844	7,994,649	32,658,141
<i>Other receivables</i>				
Advances	61,505	247,558	39,144	159,903
Deposits	59,445	239,265	15,347	62,697
Other receivables	2,031,966	8,178,664	1,966,522	8,033,242
Prepayments	171,703	691,105	161,005	657,705
	<u>2,324,619</u>	<u>9,356,592</u>	<u>2,182,018</u>	<u>8,913,547</u>
Less: Allowance for impairment losses	<u>(3,420,981)</u>	<u>(13,769,449)</u>	<u>(3,154,776)</u>	<u>(12,887,260)</u>
	<u>7,036,270</u>	<u>28,320,987</u>	<u>7,021,891</u>	<u>28,684,428</u>

Movements of allowance for impairment losses on trade and other receivables during the period were as follow:

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at beginning of the period	3,154,776	12,887,260	1,377,419	5,670,834
Recognised in profit or loss (Note 25)	266,205	1,083,720	1,044,910	4,294,580
Others	-	-	732,447	3,010,357
Currency translation differences	-	(201,531)	-	(88,511)
Balance at end of the period	<u>3,420,981</u>	<u>13,769,449</u>	<u>3,154,776</u>	<u>12,887,260</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

9. Inventories

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Diesel oil	80,918	325,695	100,577	410,857
Lubricant oil	37,321	150,217	25,033	102,260
Spare parts	657,453	2,646,249	656,403	2,681,406
Stationery	17,888	71,999	19,795	80,863
	<u>793,580</u>	<u>3,194,160</u>	<u>801,808</u>	<u>3,275,386</u>

10. Other investments, cash and bank balances

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current				
Other investments – term deposit (*)	<u>15,000,000</u>	<u>60,375,000</u>	<u>15,000,000</u>	<u>61,275,000</u>
Current				
Cash on hand	8,198	32,997	12,540	51,226
<i>Cash at Bank:</i>				
Saving Account	6,638,726	26,720,872	2,183,434	8,919,328
Current Account	5,274,680	21,230,587	1,625,275	6,639,248
Term deposits (original maturity up to three months)	<u>80,021</u>	<u>322,085</u>	<u>77,260</u>	<u>315,607</u>
Cash and cash equivalents	<u>12,001,625</u>	<u>48,306,541</u>	<u>3,898,509</u>	<u>15,925,409</u>

(*) These represent term deposits with the maturity date ranging from 48 months to 240 months and earning annual interest at rates ranging from 6.25% to 7.75% (2023: 6.25% to 7.75%) during the period.

The Company has an overdraft facility with Foreign Trade Bank (“FTB”) with a limit of US\$4,500,000. It is secured by the long-term fixed deposit, bore interest rate at 7% per annum and has the maturity date on 2 May 2025. There is no outstanding balance as at 31 December 2024 (31 December 2023: nil).

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

11. Share capital

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Voting shares of US\$1 each:				
Class A	4,136,873	16,547,492	4,136,873	16,547,492
Class B	16,547,492	66,189,968	16,547,492	66,189,968
	<u>20,684,365</u>	<u>82,737,460</u>	<u>20,684,365</u>	<u>82,737,460</u>
Non-voting shares of US\$1 each:				
Class C	93,769,120	375,076,480	93,769,120	375,076,480
	<u>114,453,485</u>	<u>457,813,940</u>	<u>114,453,485</u>	<u>457,813,940</u>

Class C shareholders are not entitled to dividend but have first priorities in case of PPAP's liquidation.

12. Share premium

On 9 December 2015, PPAP was successfully listed on the Cambodia Securities Exchange ("CSX"). The total number of ordinary shares (voting) is 20,684,365 shares, of which 4,136,873 (Class A) shares was from the IPO with a par value of KHR4,000 per share. After the listing, MEF holds 80% of the total number of shares. PPAP received the proceeds from the IPO amounting to US\$5,193,915 and incurred IPO costs of US\$901,540.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

13. Reserves

	Legal reserve US\$	General reserve US\$	Development fund US\$	Total US\$	Total KHR'000 (Note 4)
Balance at 1 January 2024	3,890,110	3,890,110	62,857,751	70,637,971	287,822,662
Transfer from retained earnings (*)	<u>469,659</u>	<u>469,659</u>	<u>7,308,462</u>	<u>8,247,780</u>	<u>33,898,376</u>
Balance at 31 December 2024	<u>4,359,769</u>	<u>4,359,769</u>	<u>70,166,213</u>	<u>78,885,751</u>	<u>321,721,038</u>
Balance at 1 January 2023	3,174,446	3,174,446	51,117,805	57,466,697	233,991,665
Transfer from retained earnings	<u>715,664</u>	<u>715,664</u>	<u>11,739,946</u>	<u>13,171,274</u>	<u>53,830,997</u>
Balance at 31 December 2023	<u>3,890,110</u>	<u>3,890,110</u>	<u>62,857,751</u>	<u>70,637,971</u>	<u>287,822,662</u>

In accordance with PPAP's Articles of Incorporation, article 66, dated 5 September 2016, the Board of Directors can decide to distribute the PPAP's profit, after offsetting with losses carried forward (if any), as follows:

- for legal reserve – 5%
- for general reserve – 5%
- the remaining balance for dividend and development fund.

(*) The transfer from retained earnings to reserves was done followed the resolution on the Board of Directors on 27 March 2024.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

14. Trade and other payables

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current				
<i>Other payables</i>				
Deposit	<u>15,571</u>	<u>62,673</u>	<u>36,830</u>	<u>150,451</u>
Current				
<i>Trade payables</i>				
Third parties	2,886,999	11,620,171	642,102	2,622,986
Amount due to related party (Note 29(c))	<u>180,447</u>	<u>726,299</u>	<u>219,974</u>	<u>898,594</u>
	<u>3,067,446</u>	<u>12,346,470</u>	<u>862,076</u>	<u>3,521,580</u>
<i>Other payables</i>				
Deposits	333,250	1,341,331	390,449	1,594,984
Other tax payables	229,655	924,361	260,072	1,062,394
Accrual and other payables	<u>2,327,550</u>	<u>9,368,388</u>	<u>1,510,045</u>	<u>6,168,535</u>
	<u>2,890,455</u>	<u>11,634,080</u>	<u>2,160,566</u>	<u>8,825,913</u>
	<u>5,957,901</u>	<u>23,980,550</u>	<u>3,022,642</u>	<u>12,347,493</u>

15. Borrowings

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
<i>Phnom Penh Port – New Container Terminal Project (“PPNCTP”) or Phnom Penh Port LM17</i>				
Non-current	12,419,845	49,989,876	14,489,819	59,190,911
Current	<u>2,289,274</u>	<u>9,214,328</u>	<u>2,311,056</u>	<u>9,440,664</u>
	<u>14,709,119</u>	<u>59,204,204</u>	<u>16,800,875</u>	<u>68,631,575</u>

PPNCTP represents an on-lending agreement between the MEF and PPAP for the lending of proceeds of the Import-Export Bank of China (“the Eximbank”) under the Preferential Buyer Credit Loan Agreement: No. (2010)29(136) dated 4 November 2010 for the Phnom Penh Port – New Container Terminal Project (“Project”).

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

15. Borrowings (continued)

The amount to be re-lent to PPAP shall be deemed to be simultaneously lent to PPAP on the same dates, in the same currency and the same amount as those disbursed by the Eximbank for the purposes of financing the implementation of the Project. PPAP pays interest to the MEF semi-annually at the rate of 4% per annum. The loan period is for 20 years, including a grace period of not exceeding 7 years from the date of the conclusion of the Loan Agreement.

Movements of Borrowings during the period were as follow:

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at beginning of the period	16,800,875	68,631,575	18,905,074	77,832,190
Interest expense	619,910	2,523,654	690,266	2,836,993
Interest paid	(641,692)	(2,612,328)	(724,491)	(2,977,658)
Principal paid	(2,069,974)	(8,426,864)	(2,069,974)	(8,507,593)
Currency translation differences	-	(911,833)	-	(552,357)
Balance at end of the period	<u>14,709,119</u>	<u>59,204,204</u>	<u>16,800,875</u>	<u>68,631,575</u>

16. Contract liabilities

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Non-current	12,750,000	51,318,750	13,050,000	53,309,250
Current	<u>300,000</u>	<u>1,207,500</u>	<u>300,000</u>	<u>1,225,500</u>
	<u>13,050,000</u>	<u>52,526,250</u>	<u>13,350,000</u>	<u>54,534,750</u>

Contract liabilities are in respect of deferred income arising from lease of land to Chean Chhoeng Thai Group, in which they had prepaid the lease in full at the beginning of the lease. The total consideration is amortised on a straight-line basis over the term of 50 years.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

17. Provision for retirement benefits

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Defined benefits obligation				
Present value of defined benefits obligation	<u>536,224</u>	<u>2,158,302</u>	<u>440,823</u>	<u>1,800,762</u>
Other benefits				
National Social Security Funds	<u>114,164</u>	<u>459,510</u>	<u>122,939</u>	<u>502,206</u>
	<u><u>650,388</u></u>	<u><u>2,617,812</u></u>	<u><u>563,762</u></u>	<u><u>2,302,968</u></u>

Movements of the defined benefits obligation during the period were as follows:

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at beginning of the period	440,823	1,800,762	235,835	970,933
Current service costs (*)	42,494	172,993	25,836	106,186
Interest costs	33,414	136,028	13,715	56,369
Past service costs (*)	-	-	(29,376)	(120,735)
Benefits paid	(5,908)	(24,051)	(5,532)	(22,737)
Re-measurement	25,401	103,407	200,345	823,418
Currency translation differences	-	(30,837)	-	(12,672)
Balance at end of the period	<u>536,224</u>	<u>2,158,302</u>	<u>440,823</u>	<u>1,800,762</u>

(*) These amounts were recognised within salaries, wages and related expenses in the condensed interim statement of profit or loss and other comprehensive income.

Movements of the other benefits during the period were as follows:

	For the twelve-month period ended			
	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at beginning of the period	122,939	502,206	126,188	519,516
Payment	(8,775)	(35,723)	(3,249)	(13,353)
Currency translation differences	-	(6,973)	-	(3,957)
Balance at end of the period	<u>114,164</u>	<u>459,510</u>	<u>122,939</u>	<u>502,206</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

18. Liability arising from joint arrangement

Liability arising from joint arrangement is in respect of the property, plant and equipment arising from the agreement on Investment Cooperation for the development of the multi-purpose terminals between PPAP and PTLs Cooperation Co., Ltd. The details are as follow:

Sub-Feeder Multi-purpose Terminal TS11 (“TS11”)

On 8 November 2021, PPAP and PTLs Cooperation Co., Ltd. (“PTLS”) entered into an agreement on Investment Cooperation for Development of Sub-Feeder Multi-purpose Terminal TS11 (“TS11”). Pursuant to the agreement, both parties agreed to cooperate in the development of the sub-feeder multipurpose terminal known as TS11 located at Spean Kpous Village, Sangkat Kilometre 6, Khan Russey Keo, Phnom Penh, whereby PPAP will contribute the right-of-uses of leased land, and PTLs will invest US\$9 million for the construction and other supporting facilities for the terminal based on development master plan. Under the terms of agreement, the duration of the cooperation is 40 years, starting from 8 November 2021 to 8 November 2061. PTLs has the right to extend the cooperation for another 10 years upon the end of the cooperation period.

Sub-Feeder Multi-purpose Terminal UM2 (“UM2”)

On 29 August 2022, PPAP and PTLs entered into another agreement on Investment Cooperation for Development of Sub-Feeder Multi-purpose Terminal UM2 (“UM2”). Pursuant to the agreement, both parties agreed to cooperate in the development of the sub-feeder multi-purpose terminal UM2 known as UM2 located at Daun Mao Leur Village, Tonle Bet Commune, Tboung Khmum District, Tboung Khmum Province, whereby PPAP will contribute land for the operation, and PTLs will invest US\$26.5 million for the construction and other supporting facilities for the terminal based on development master plan. Under the terms of agreement, the duration of the cooperation is 40 years, starting from 29 August 2022 to 29 August 2062. PTLs has the right to extend the cooperation for another 10 years upon the end of the cooperation period.

Pursuant to the above agreements, both parties shall manage the operation of the terminals, TS11 and UM2. PPAP and PTLs shall share 51% and 49%, respectively, in respect of profit or loss arising from the operation of the terminals.

19. Income tax

(a) Applicable tax rates

In accordance with Cambodian tax law, the Company has the obligation to pay tax on income (“TOI”) at the rate of 20% of taxable income or minimum tax at 1% of turnover inclusive of all taxes except value-added tax, whichever is higher.

On 5 July 2023, the Company obtained a gold status certificate of tax compliance from the General Department of Taxation (“GDT”) for the fiscal year 2023 and 2024, respectively. As such, the Company is qualified for the exemption of minimum tax during these years.

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Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

19. Income tax (continued)

(b) Income tax expense

i. Amount recognised profit or loss

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Current tax at applicable tax rate	3,484,986	14,187,378	2,598,120	10,678,273	807,624	3,265,224	591,537	2,436,541
Change to estimates related to prior period	167,665	682,564	84,368	346,752	-	-	-	-
Income tax credit (*)	(461,718)	(1,879,654)	-	-	(461,718)	(1,866,726)	-	-
Current income tax	3,190,933	12,990,288	2,682,488	11,025,025	345,906	1,398,498	591,537	2,436,541
Deferred tax	134,545	547,733	118,769	488,141	60,314	243,849	29,565	121,778
	<u>3,325,478</u>	<u>13,538,021</u>	<u>2,801,257</u>	<u>11,513,166</u>	<u>406,220</u>	<u>1,642,347</u>	<u>621,102</u>	<u>2,558,319</u>

(*) On 12 June 2024, the Company filed an amendment on the return on the tax on income for the fiscal year 2022 to the GDT. Subsequently, on 22 November 2024, the GDT approved the amendment and granted the income tax credit carried forward amounting to KHR1,879,653,188 equivalent to US\$461,718, which can be utilised against the tax on income for the fiscal year 2024.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

19. Income tax (continued)

(b) Income tax expense (continued)

i. Amount recognised profit or loss (continued)

The reconciliation of income tax expense shown in the condensed interim statement of profit or loss and other comprehensive income was as follows:

	For the twelve-month period ended						For the three-month period ended					
	31 December 2024			31 December 2023			31 December 2024			31 December 2023		
	%	US\$	KHR'000 (Note 4)	%	US\$	KHR'000 (Note 4)	%	US\$	KHR'000 (Note 4)	%	US\$	KHR'000 (Note 4)
Profit before tax		16,282,895	66,287,666		12,194,436	50,119,132		3,475,992	14,053,435		2,910,376	11,987,839
Income tax expense at												
applicable tax rate	20.00	3,256,579	13,257,533	20.00	2,438,887	10,023,826	20.00	695,198	2,810,686	20.00	582,075	2,397,567
Non-deductible expenses	3.13	509,444	2,073,948	1.82	222,376	913,965	9.18	319,232	1,290,654	(0.47)	(13,706)	(56,455)
Income tax credit	1.03	(461,718)	(1,879,654)	-	-	-	(13.28)	(461,718)	(1,866,726)	-	-	-
Change to estimates												
related to prior period	(2.84)	167,665	682,564	0.69	84,368	346,752	-	-	-	-	-	-
Effect of temporary												
differences	(0.90)	(146,492)	(596,370)	0.46	55,626	228,623	(4.21)	(146,492)	(592,267)	1.81	52,733	217,207
	<u>20.42</u>	<u>3,325,478</u>	<u>13,538,021</u>	<u>22.97</u>	<u>2,801,257</u>	<u>11,513,166</u>	<u>11.69</u>	<u>406,220</u>	<u>1,642,347</u>	<u>21.34</u>	<u>621,102</u>	<u>2,558,319</u>

During the periods, the Company has paid a total of US\$2,755,860 in respect to the tax on income and prepayment tax on income (31 December 2023: US\$3,579,824).

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Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

19. Income tax (continued)

(b) Income tax expense (continued)

ii. Amount recognised in OCI

	Before tax US\$	Tax benefit US\$	Net of tax	
			US\$	KHR'000 (Note 4)
<i>31 December 2023</i>				
Remeasurement of defined benefit liability	<u>(200,345)</u>	<u>40,069</u>	<u>(160,276)</u>	<u>(658,734)</u>
<i>31 December 2024</i>				
Remeasurement of defined benefit liability	<u>(25,401)</u>	<u>5,080</u>	<u>(20,321)</u>	<u>(82,726)</u>

(c) Deferred tax liabilities, net

The deferred tax assets/(liabilities) comprises the following:

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
<i>Deferred tax assets:</i>				
Lease liabilities	2,447,076	9,849,481	2,453,060	10,020,750
Contract Liabilities	2,610,000	10,505,250	2,670,000	10,906,950
Impairment losses on financial assets	696,332	2,802,736	484,466	1,979,044
Provision for retirement benefits	130,077	523,560	112,752	460,592
Long-term deposit	<u>3,115</u>	<u>12,538</u>	<u>-</u>	<u>-</u>
	<u>5,886,600</u>	<u>23,693,565</u>	<u>5,720,278</u>	<u>23,367,336</u>
<i>Deferred tax liabilities:</i>				
Property, plant and equipment	(3,972,687)	(15,990,065)	(3,623,985)	(14,803,979)
Right-of-use assets	(1,953,950)	(7,864,649)	(1,752,137)	(7,157,480)
Lease receivables	(433,056)	(1,743,050)	(665,150)	(2,717,138)
Long-term deposit	<u>-</u>	<u>-</u>	<u>(22,634)</u>	<u>(92,459)</u>
	<u>(6,359,693)</u>	<u>(25,597,764)</u>	<u>(6,063,906)</u>	<u>(24,771,056)</u>
Deferred tax liabilities, net	<u>(473,093)</u>	<u>(1,904,199)</u>	<u>(343,628)</u>	<u>(1,403,720)</u>

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Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

19. Income tax (continued)

(d) Tax contingencies

Taxes are subject to review and investigation by a number of authorities, who are enabled by law to impose severe fines, penalties and interest charges. The application of tax laws and regulations to many types of transactions are susceptible to varying interpretations.

These facts may create tax risks in Cambodia substantially more significant than in other countries. Management believes that it has adequately provided for tax liabilities based on its interpretation of tax legislation. However, the relevant authorities may have different interpretations and the effects could be significant.

20. Capital commitments

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Capital and credit commitments				
<i>In respect of property, plant and equipment:</i>				
Contracted but not yet provided	23,052,352	92,785,717	2,117,855	8,651,438
Letter of credits (*)	4,185,000	16,844,625	1,487,500	6,076,438
	<u>27,237,352</u>	<u>109,630,342</u>	<u>3,605,355</u>	<u>14,727,876</u>

(*) On 16 October 2024, the Company entered into a letter of credit facility with Foreign Trade Bank ("FTB") amounting to US\$4,185,000, which will be matured on 13 September 2025 for the purpose of acquiring of property, plant and equipment.

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Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

21. Revenue

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Stevedoring	18,669,016	76,001,564	15,084,707	61,998,146	4,519,952	18,274,166	3,548,199	14,615,032
Lift On Lift Off ("LOLO")	14,062,335	57,247,766	11,923,158	49,004,179	3,428,971	13,863,330	2,730,303	11,246,118
Port dues and charges	5,834,481	23,752,172	4,822,946	19,822,308	1,566,513	6,333,412	1,341,246	5,524,592
Gate fees	1,260,100	5,129,867	1,025,343	4,214,160	300,103	1,213,316	234,627	966,429
Trucking and logistics services	1,188,531	4,838,510	1,165,644	4,790,796	183,261	740,925	146,908	605,114
Storage fees	491,297	2,000,070	496,884	2,042,193	118,197	477,870	106,774	439,802
Weighting fee	66,126	269,199	25,179	103,486	10,421	42,132	6,246	25,727
Stuffing/Unstuffing	16,287	66,304	14,650	60,212	3,550	14,353	3,450	14,211
	<u>41,588,173</u>	<u>169,305,452</u>	<u>34,558,511</u>	<u>142,035,480</u>	<u>10,130,968</u>	<u>40,959,504</u>	<u>8,117,753</u>	<u>33,437,025</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

22. Cost of services

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Depreciation	4,569,326	18,601,726	3,870,671	15,908,458	1,175,813	4,753,812	1,012,182	4,169,178
Crane charges	4,024,181	16,382,441	3,177,869	13,061,042	1,009,990	4,083,390	719,496	2,963,604
Salaries and wages	2,755,667	11,218,320	2,481,132	10,197,453	724,082	2,927,464	628,184	2,587,490
Fuel and gasoline	1,684,835	6,858,963	1,422,842	5,847,881	416,343	1,683,275	271,021	1,116,335
Maintenance costs	1,445,717	5,885,514	1,557,217	6,400,162	325,420	1,315,673	321,297	1,323,422
Barge freight	993,120	4,042,992	194,718	800,291	216,740	876,280	66,400	273,502
Logistic costs	18,120	73,767	153,769	631,991	4,187	16,928	1,300	5,355
Others	319,932	1,302,443	224,046	920,827	93,633	378,557	35,798	147,452
	<u>15,810,898</u>	<u>64,366,166</u>	<u>13,082,264</u>	<u>53,768,105</u>	<u>3,966,208</u>	<u>16,035,379</u>	<u>3,055,678</u>	<u>12,586,338</u>

23. Other (loss)/income

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Rental income	1,116,723	4,546,179	1,225,917	5,038,519	278,635	1,126,521	364,503	1,501,388
Loss from termination of sub-leasing right-of-use assets	(1,394,101)	(5,675,385)	(1,529,904)	(6,287,906)	(1,394,101)	(5,636,350)	-	-
Others	176,865	720,018	205,691	845,390	38,994	157,653	(17,193)	(70,818)
	<u>(100,513)</u>	<u>(409,188)</u>	<u>(98,296)</u>	<u>(403,997)</u>	<u>(1,076,472)</u>	<u>(4,352,176)</u>	<u>347,310</u>	<u>1,430,570</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

24. General and administrative expenses

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Salaries and other benefits	5,071,995	20,648,092	4,877,165	20,045,148	1,226,766	4,959,815	1,215,292	5,005,788
Donation	905,029	3,684,373	765,100	3,144,561	119,317	482,399	122,706	505,426
Depreciation	769,592	3,133,009	722,960	2,971,366	206,011	832,902	186,218	767,032
Utilities and fuel	681,666	2,775,062	659,320	2,709,805	162,195	655,754	169,185	696,873
Repair and maintenance	261,059	1,062,771	303,714	1,248,265	82,164	332,189	79,842	328,869
Business entertainment	257,215	1,047,122	240,189	987,177	61,202	247,440	52,766	217,343
Board of Directors' fees	247,723	1,008,480	245,478	1,008,915	62,321	251,964	61,190	252,042
Office supplies	247,504	1,007,589	223,353	917,981	48,313	195,329	60,740	250,188
Lease receivable written off	204,904	834,164	58,984	242,424	-	-	58,984	242,955
Other tax expenses	235,227	957,609	93,340	383,627	61,948	250,456	20,140	82,957
Communication expenses	99,476	404,967	77,665	319,203	29,625	119,774	20,615	84,913
Travelling expenses	93,819	381,937	94,050	386,546	30,446	123,093	29,825	122,849
Professional fees	88,753	361,313	73,092	300,408	54,797	221,544	48,767	200,871
Security expenses	147,803	601,706	87,720	360,529	50,863	205,639	21,630	89,094
Others	250,770	1,020,886	166,946	686,147	67,789	274,072	9,489	39,085
	<u>9,562,535</u>	<u>38,929,080</u>	<u>8,689,076</u>	<u>35,712,102</u>	<u>2,263,757</u>	<u>9,152,370</u>	<u>2,157,389</u>	<u>8,886,285</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

25. Impairment losses on financial assets

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Impairment losses on trade and other receivables (Note 8)	266,205	1,083,720	1,044,910	4,294,580	(27,878)	(112,711)	475,386	1,958,115
Impairment loss on lease receivables (Note 6(b(i)))	60,678	247,020	-	-	(475,405)	(1,922,062)	-	-
	<u>326,883</u>	<u>1,330,740</u>	<u>1,044,910</u>	<u>4,294,580</u>	<u>(503,283)</u>	<u>(2,034,773)</u>	<u>475,386</u>	<u>1,958,115</u>

26. Finance income, net

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Finance income								
Interest incomes from:								
Other investments and bank balances	1,148,515	4,675,605	1,112,621	4,572,872	293,231	1,185,533	274,636	1,131,226
Lease receivables	160,196	652,158	293,422	1,205,964	21,375	86,419	47,164	194,268
Others	3,978	16,194	2,394	9,840	762	3,081	-	-
Finance income	<u>1,312,689</u>	<u>5,343,957</u>	<u>1,408,437</u>	<u>5,788,676</u>	<u>315,368</u>	<u>1,275,033</u>	<u>321,800</u>	<u>1,325,494</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

26. Finance income, net (continued)

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Finance cost								
Net loss on currencies exchange	30,043	122,305	62,541	257,044	7,347	29,704	-	-
Interest expenses from:								
Lease liabilities	477,791	1,945,087	478,555	1,966,861	120,115	485,625	121,193	499,194
Borrowings	619,910	2,523,654	690,266	2,836,993	148,117	598,837	167,483	689,862
Provision for retirement benefits	33,414	136,028	13,715	56,369	8,686	35,117	3,429	14,124
Others	1,498	6,099	14,878	61,148	376	1,521	369	1,520
	<u>1,132,613</u>	<u>4,610,868</u>	<u>1,197,414</u>	<u>4,921,371</u>	<u>277,294</u>	<u>1,121,100</u>	<u>292,474</u>	<u>1,204,700</u>
Finance cost	<u>1,162,656</u>	<u>4,733,173</u>	<u>1,259,955</u>	<u>5,178,415</u>	<u>284,641</u>	<u>1,150,804</u>	<u>292,474</u>	<u>1,204,700</u>
Finance income, net	<u>150,033</u>	<u>610,784</u>	<u>148,482</u>	<u>610,261</u>	<u>30,727</u>	<u>124,229</u>	<u>29,326</u>	<u>120,794</u>

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Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

27. Earnings per share

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Profit attributable to ordinary equity holders	12,957,417	52,749,645	9,393,179	38,605,966	3,069,772	12,411,088	2,289,274	9,429,520
Weighted average number of ordinary shares in issue	<u>20,684,365</u>	<u>20,684,365</u>	<u>20,684,365</u>	<u>20,684,365</u>	<u>20,684,365</u>	<u>20,684,365</u>	<u>20,684,365</u>	<u>20,684,365</u>
Basic earnings per share	0.63	2.55	0.45	1.87	0.15	0.60	0.11	0.46
Diluted earnings per share	<u>0.63</u>	<u>2.55</u>	<u>0.45</u>	<u>1.87</u>	<u>0.15</u>	<u>0.60</u>	<u>0.11</u>	<u>0.46</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

28. Dividends

On 27 March 2024, the Board of Directors of PPAP resolved to distribute the dividends in respect to the financial year ended 31 December 2023 to shareholders of each class of shares as follows:

- Shareholders in Class A is entitled to total dividend of KHR1,429,703,000.
- Shareholders in Class B is entitled to total dividend of KHR3,200,000,000.

The dividends were paid on 6 June 2024 after approval from the Company's 9th shareholder general meeting on 10 May 2024.

29. Related party transactions and balances

(a) Identity of related party

For the purposes of these condensed interim financial statements, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The Company have related party relationships with its substantial shareholders and key management personnel.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Company either directly or indirectly.

The key management personnel include all the Directors of the Company, and certain senior management members of the Company.

Key management have relationships with the Company which are entered into in the normal course of business and on substantially the same terms, including warehouse rental, purchase of goods and services, insurance, telephone expense and other expense, as for comparable transactions with other persons of a similar standing or, where applicable, with other employees. These transactions did not involve more than the normal risk of repayment or present other unfavourable features.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

29. Related party transactions and balances (continued)

(b) Significant transactions with related parties

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Related parties:								
<i>MEF</i>								
Interest expense	<u>619,910</u>	<u>2,523,654</u>	<u>690,266</u>	<u>2,836,993</u>	<u>148,117</u>	<u>598,837</u>	<u>167,483</u>	<u>689,862</u>
<i>MPWT</i>								
Donation and charities	39,942	162,604	31,633	130,011	6,119	24,738	17,446	71,860
Crane Charge	1,205,370	4,907,061	1,017,518	4,181,999	239,621	968,789	219,974	906,073
Crane rental	<u>28,000</u>	<u>113,988</u>	<u>-</u>	<u>-</u>	<u>28,000</u>	<u>113,204</u>	<u>-</u>	<u>-</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

29. Related party transactions and balances (continued)

(c) Significant balances with related parties

	31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Related parties:				
<i>MEF</i>				
Borrowing from shareholder (Note 15)	<u>14,709,119</u>	<u>59,204,204</u>	<u>16,800,875</u>	<u>68,631,575</u>
<i>MPWT</i>				
Amount due to a related party (Note 14)	<u>180,447</u>	<u>726,299</u>	<u>219,974</u>	<u>898,594</u>

(d) Compensation of key management personnel

Key management compensation during the financial periods are as follows:

	For the twelve-month period ended				For the three-month period ended			
	31 December 2024		31 December 2023		31 December 2024		31 December 2023	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Employee benefits	<u>914,334</u>	<u>3,722,254</u>	<u>895,938</u>	<u>3,682,305</u>	<u>244,992</u>	<u>990,501</u>	<u>216,546</u>	<u>891,952</u>

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

30. Financial risk management objectives and policies

The financial risk management objective of PPAP is to optimise value creation for its shareholders whilst minimising the potential adverse impact arising from volatility of the financial markets.

The Directors are responsible for setting the objectives and underlying principles of financial risk management for PPAP. The management then establishes the detailed policies such as authority levels, oversight responsibilities, risk identification and measurement and exposure limits in accordance with the objectives and underlying principles approved by the Directors.

(a) Credit risk

Credit risk is the risk of financial loss to PPAP if a counter party to a financial instrument fails to perform as contracted. It is PPAP's policy to monitor the financial standing of these counter parties on an ongoing basis to ensure that PPAP is exposed to minimal credit risk.

PPAP's primary exposure to credit risk arises through its trade receivables and other receivables, including lease receivables. The credit period for trade receivables and other receivables, including lease receivables, is one to three months and PPAP seeks to maintain strict control over its outstanding receivables to minimise credit risk. Overdue balances are reviewed regularly by management.

Trade and other receivables

The Company use an allowance matrix to measure ECLs of trade and other receivables with its loss rates being calculated using a 'roll rate' method.

There is impairment allowance amounting to US\$3,420,981 recognised for trade and other receivables at 31 December 2024 (31 December 2023: US\$3,154,776).

Lease receivables

The Company measure ECL of lease receivables that reflect an unbiased and probability-weighted amount which is determined by evaluating a range of possible outcomes, current conditions, forecasts of future economic conditions, the time value of money and reasonable and supportable information about past events including historical collection and cash shortfalls of its lease receivables.

There is impairment allowance amounting to US\$60,678 recognised for lease receivables at 31 December 2024 (31 December 2023: nil).

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

30. Financial risk management objectives and policies (continued)

(b) Liquidity and cash flow risk

Liquidity and cash flow risk arises from PPAP's management of working capital. It is the risk that PPAP will encounter difficulty in meeting its financial obligations when due.

PPAP actively manages its debt maturity profile, operating cash flows and the availability of funding so as to ensure that all operating, investing and financing needs are met. In liquidity risk management strategy, PPAP maintains a level of cash and cash equivalents deemed adequate to finance PPAP's activities.

(c) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the financial instruments of PPAP would fluctuate because of changes in market interest rates.

The exposure of PPAP to interest rate risk arises primarily from deposits at banks, leases transactions and Borrowings. PPAP manages its interest rate exposure by closely monitoring the debt market. PPAP does not use derivative financial instruments to hedge any debt obligations.

31. Seasonality or cyclicity of operations

The demand for PPAP services is subject to seasonal fluctuation as a result of the high demand for mainly garment, commodity, rice, textile raw materials and construction materials. Historically, peak demand is in the third quarter of the year and attributed to the high volume of export to the United States of America and import from China and Vietnam.

32. Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the PPAP's decision makers. Those whom is responsible for allocating resources to and assessing the performance of the operating segments has been identified as the key management team. PPAP operates in one operating segment being port related business.

Phnom Penh Autonomous Port

Notes to the condensed interim financial statements (continued) for the three-month and twelve-month periods ended 31 December 2024

33. Contingent liability

The Company is currently disputing the invoices received from Saab Technologies Bv (“SAAB”) with the amount totalling to US\$1,084,498 for the services rendered under the Support and Maintenance contract (contract no. CP20120224) for Integrated Terminal Operation System dated 24 February 2012 and subsequent invoices in relation to the Growth Paths and Maintenance and Support Fee starting from January 2023. The Company has identified certain performance obligations mentioned in the contract have not been fully satisfied. These include the dysfunctional cargo system for booking stuffing and unstuffing service, booking of refer service, booking weight bridge service, and other system bugs. Moreover, there are limited functionalities for the billing system over services such as additional storage fee charge and stuffing-unstuffing charges among others. Furthermore, the Electronic Data Interchange (“EDI”) system for contacting with shipping line and customers and Yard View for monitoring over container masterplan function remains incomplete to date.

On 14 July 2023, the Company has engaged an external legal counsel to conduct the assessment of the claims made by SAAB. Subsequently, the Company has deputed the invoices from SAAB, citing the aforementioned reason. On 12 September 2023, the Company has been notified through a copy of writ of summons that SAAB’s legal counsel commenced a lawsuit at Belgian court. The preliminary hearing was set for 12 December 2023 at the Antwerp Court of Enterprises, Belgium. In accordance with the writ of summons, SAAB has claimed a sum of US\$1,281,613, excluding the present summons costs and the court fee, against the Company. On 19 December 2023, the Company has received another letter from Belgian Court instructing them to appear in the hearing on 25 June 2024. On 6 May 2024, a default judgement was issued by the Belgian court without the presence of PPAP or its legal counsel, ordering the payment of US\$1,281,613 plus interest at 12% per annum from 2 September 2023 until the settlement date.

As of the date of this report, the Company denies all allegations of false and misleading facts regarding the claim against the Company initiated by SAAB. Management believes that the amount claim is not equivalent, nor does it reflect to the actual performance obligations being fulfilled by the vendor as at the date of this report.

34. Financial instruments – fair values

The Company has not disclosed the fair value information for the financial assets and financial liabilities because their carrying amounts are a reasonable approximation of the fair value.

35. Subsequent events

Subsequent to the reporting date, at the Board of Directors meeting on 17 January 2025, the Board of Directors of PPAP resolved in principle to inject US\$2,500,000 in Funan Techo Inland Waterways and Logistics Co., Ltd., equivalent to 25% of the registered capital, for the Funan Techo Canal project.



កំពង់ផែស្វយ័តភ្នំពេញ

PHNOM PENH AUTONOMOUS PORT

ក្រុមហ៊ុនចុះបញ្ជីមូលបត្រ

LISTED COMPANY



CONTAINER TERMINAL LM17

Kandal Leu Village, Bantey Dek Commune, Kien Svay District, Kandal Province.



SUB-FEEDER MULTIPURPOSE TERMINAL UM2

Doun Mau Leu Village, Tonle Bet Commune, Tboung Khmum District, Tboung Khmum Province.



SUB-FEEDER MULTIPURPOSE TERMINAL UM1

National Road No. 6A, Kandal Village, Prek Anhchanh Commune, Mok Kampul District, Kandal Province.



SUB-FEEDER MULTIPURPOSE TERMINAL TS11

National Road No.5, Spean Khpos Village, Kilometer 6 Commune, Reussey Keo District, Phnom Penh.



SUB-FEEDER MULTIPURPOSE TERMINAL LM26

Koh Roka Village, Koh Roka Commune, Peam Chor District, Prey Veng Province.



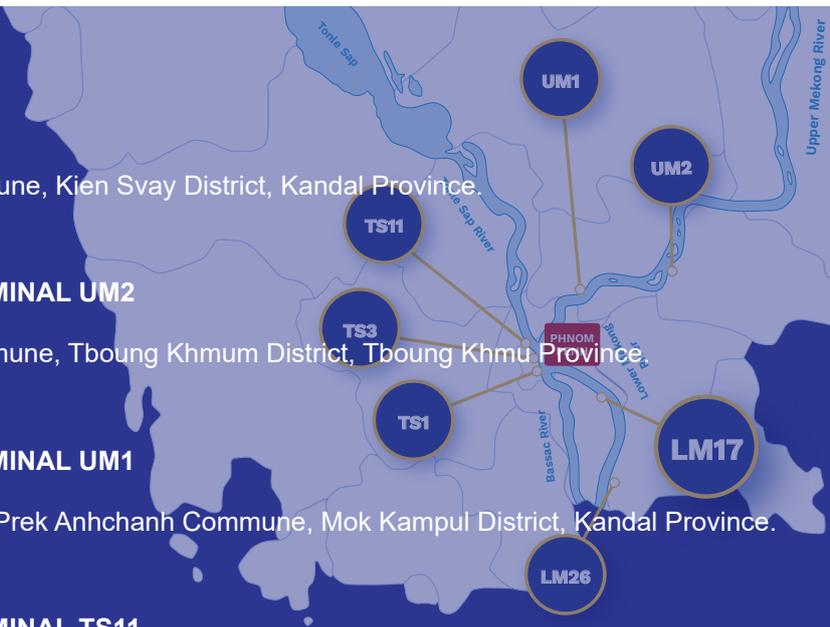
MULTIPURPOSE TERMINAL TS3

#649, Preah Sisowath Street, Sras Chork Commune, Daun Penh District, Phnom Penh.



PASSENGER AND TOURIST TERMINAL TS1

Preah Sisowath Street, Wat Phnom Commune, Daun Penh District, Phnom Penh.



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