



Vietnam National Textile and Garment Group

Separate Financial Statements for the year
ended 31 December 2024

VIETNAM NATIONAL TEXTILE AND GARMENT GROUP
Separate balance sheet as at 31 December 2024

Form B 01 - DN
 (Issued under Circular No. 200/2014/TT-BTC
 dated 22 December 2014 of the Ministry of Finance)

| ASSETS | | Code | Note | 31/12/2024 | 01/01/2024 |
|-------------|---|------------|----------|--------------------------|--------------------------|
| | | | | VND | VND |
| A | Current assets | | | | |
| | (100 = 110 + 120 + 130 + 140 + 150) | 100 | | 2.525.437.801.764 | 2.269.780.989.761 |
| I. | Cash and cash equivalents | 110 | 1 | 82.990.734.233 | 97.426.193.157 |
| 1 | Cash | 111 | | 82.990.734.233 | 83.426.193.157 |
| 2 | Cash equivalents | 112 | | - | 14.000.000.000 |
| II. | Short-term financial investments | 120 | 2 | 1.328.900.000.000 | 1.117.900.000.000 |
| 1 | Held-to-maturity investments | 123 | | 1.328.900.000.000 | 1.117.900.000.000 |
| III. | Accounts receivable – short-term | 130 | | 889.915.971.756 | 778.631.675.896 |
| 1 | Accounts receivable from customers - short-term | 131 | 3a | 429.385.897.871 | 365.740.904.829 |
| 2 | Prepayments to suppliers | 132 | | 113.622.264.951 | 30.393.025.882 |
| 3 | Short-term loan receivables | 135 | 4a | 80.949.876.704 | 119.637.964.603 |
| 4 | Other short-term receivables | 136 | 4b | 265.957.932.230 | 262.859.780.582 |
| IV. | Inventories | 140 | | 200.137.807.264 | 259.051.367.225 |
| 1 | Inventories | 141 | 5 | 208.963.220.190 | 285.795.004.290 |
| 2 | Allowance for inventories | 149 | | (8.825.412.926) | (26.743.637.065) |
| V. | Other current assets | 150 | | 23.493.288.511 | 16.771.753.483 |
| 1 | Short-term prepaid expenses | 151 | | 3.156.441.333 | 3.481.285.051 |
| 2 | Deductible value added tax | 152 | | 19.219.886.532 | 10.980.839.283 |
| 3 | Taxes and others receivable from the State Treasury | 153 | | 1.116.960.646 | 2.309.629.149 |
| 4 | Other current assets | 155 | | - | - |
| B. | Long-term assets | | | | |
| | (200 = 210 + 220 + 240 + 250 + 260) | 200 | | 5.573.843.956.558 | 5.749.096.845.268 |
| I. | Accounts receivable – long-term | 210 | | 1.783.499.993.687 | 1.791.695.774.317 |
| 1 | Long-term accounts receivable from customers | 211 | 3b | 61.843.907.911 | 61.843.907.911 |
| 2 | Long-term prepayment to suppliers | 212 | | - | - |
| 3 | Long-term loans receivable | 215 | 4a | 1.365.322.574.707 | 1.338.857.792.967 |
| 4 | Other long-term receivables | 216 | 4b | 356.333.511.069 | 390.994.073.439 |
| II. | Fixed assets | 220 | | 690.552.342.886 | 755.751.424.697 |
| 1 | Tangible fixed assets | 221 | 6a | 636.163.892.089 | 699.603.530.456 |
| | Cost | 222 | | 1.697.045.375.205 | 1.659.862.020.373 |
| | Accumulated depreciation | 223 | | (1.060.881.483.116) | (960.258.489.917) |
| 2 | Intangible fixed assets | 227 | 6b | 54.388.450.797 | 56.147.894.241 |
| | Cost | 228 | | 81.905.473.511 | 81.905.473.511 |
| | Accumulated amortisation | 229 | | (27.517.022.714) | (25.757.579.270) |

| ASSETS | Code | Note | 31/12/2024 VND | 01/01/2024 VND |
|--|------------|----------|--------------------------|--------------------------|
| III. Long term assets in progress | 240 | | 334.598.697.430 | 274.187.600.718 |
| 1 Long term work in progress | 241 | | - | - |
| 2 Long term construction in progress | 242 | 8 | 334.598.697.430 | 274.187.600.718 |
| IV. Long-term financial investments | 250 | 9 | 2.726.777.322.221 | 2.889.510.606.306 |
| 1 Investments in subsidiaries | 251 | | 2.191.080.629.010 | 2.191.080.629.010 |
| 2 Investments in associates | 252 | | 1.042.840.855.779 | 1.038.269.855.779 |
| 3 Equity investments in other entities | 253 | | 39.789.498.900 | 39.789.498.900 |
| 4 Allowance for diminution in the value of long-term financial investments (*) | 254 | | (546.933.661.468) | (379.629.377.383) |
| V. Other long-term assets | 260 | | 38.415.600.334 | 37.951.439.230 |
| 1 Prepaid expenses – long-term | 261 | 7 | 38.415.600.334 | 37.951.439.230 |
| 2 Other long-term assets | 268 | | - | - |
| TOTAL ASSETS (270 = 100 + 200) | 270 | | 8.099.281.758.322 | 8.018.877.835.029 |

| RESOURCES | Code | Note | 31/12/2024 VND | 01/01/2024 VND |
|--|------------|------|--------------------------|--------------------------|
| C. LIABILITIES (300 = 310 + 330) | 300 | | 2.324.534.634.897 | 2.230.098.283.649 |
| I. Current liabilities | 310 | | 763.072.088.914 | 689.327.792.367 |
| 1 Accounts payable to suppliers – short-term | 311 | | 94.870.664.910 | 142.529.528.219 |
| 2 Advances from customers – short-term | 312 | | 13.452.193.557 | 1.605.645.255 |
| 3 Taxes and others payable to State Treasury | 313 | 11 | 1.740.235.568 | 10.833.347.921 |
| 4 Payables to employees | 314 | | 14.908.969.497 | 11.980.245.252 |
| 5 Accrued expenses | 315 | 12 | 4.869.756.061 | 6.361.467.810 |
| 6 Other payables – short-term | 319 | 13 | 17.051.866.022 | 26.002.155.584 |
| 7 Borrowings and Finance leases – short-term | 320 | 10 | 580.328.284.111 | 455.704.440.681 |
| 8 Provision – short-term | 321 | | - | - |
| 9 Bonus and welfare funds | 322 | | 35.850.119.188 | 34.310.961.645 |
| II. Long-term liabilities | 330 | | 1.561.462.545.983 | 1.540.770.491.282 |
| 1 Long-term accounts payable to suppliers | 331 | | - | - |
| 2 Long-term advances from customers | 332 | | - | - |
| 3 Long-term accrued expenses | 333 | | 9.296.985.600 | 9.761.834.880 |
| 4 Long-term unearned revenue | 336 | | - | - |
| 5 Other payables – long-term | 337 | | 1.397.210.130 | 1.486.850.151 |
| 6 Long-term borrowings and finance lease liabilities | 338 | 10 | 1.550.768.350.253 | 1.529.521.806.251 |

| RESOURCES | Code | Note | 31/12/2024 VND | 01/01/2024 VND |
|--|------------|------|--------------------------|--------------------------|
| D. EQUITY (400 = 410 + 430) | 400 | | 5.774.747.123.425 | 5.788.779.551.380 |
| I. Owners' equity | 410 | | 5.755.432.900.438 | 5.768.606.661.478 |
| 1 Share capital | 411 | 14 | 5.000.000.000.000 | 5.000.000.000.000 |
| <i>Ordinary shares with voting rights</i> | 411 | | 5.000.000.000.000 | 5.000.000.000.000 |
| 2 Share premium | 412 | 14 | 30.361.932.352 | 30.361.932.352 |
| 3 Retained profits | 421 | | 181.978.122.991 | 195.151.884.031 |
| - <i>Retained profits brought forward</i> | 421a | | 25.751.884.031 | 69.601.007.596 |
| - <i>Retained profit for the current period/year</i> | 421b | | 156.226.238.960 | 125.550.876.435 |
| 4 Capital expenditure fund | 422 | | 543.092.845.095 | 543.092.845.095 |
| II. Non-business expenditure fund and other funds | 430 | | 19.314.222.987 | 20.172.889.902 |
| 1 Non-business expenditure fund invested in fixed assets | 432 | | 19.314.222.987 | 20.172.889.902 |
| TOTAL RESOURCES (440 = 300 + 400) | 440 | | 8.099.281.758.322 | 8.018.877.835.029 |

Hà Nội, 24 January 2025

PREPARED BY



Nguyen Thi Nga

CHIEF ACCOUNTANT



Nguyen Ngoc Cach



GENERAL DIRECTOR

Cao Huu Hieu

VIETNAM NATIONAL TEXTILE AND GARMENT GROUP

Separate statement of income

4th Quarter - 2024

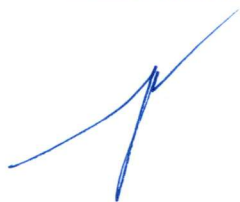
Form B 02 - DN

(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

| Items | Code | 2024 | | 2023 | |
|--|------|-------------------------|-------------------|-------------------------|-------------------|
| | | 4 th Quarter | Cummulative | 4 th Quarter | Cummulative |
| 1 Revenue from sales of goods and provision of services | 1 | 603.662.852.867 | 1.694.938.379.548 | 502.870.415.927 | 1.427.532.432.102 |
| 2 Revenue deductions | 2 | | | | |
| 3 Net revenue from sales and services (10 = 01 - 02) | 10 | 603.662.852.867 | 1.694.938.379.548 | 502.870.415.927 | 1.427.532.432.102 |
| 4 Cost of sales and provision of services | 11 | 581.500.225.733 | 1.619.332.169.468 | 483.680.877.205 | 1.405.839.632.578 |
| 5 Gross profit/(loss) (20 = 01 - 11) | 20 | 22.162.627.134 | 75.606.210.080 | 19.189.538.722 | 21.692.799.524 |
| 6 Financial income | 21 | 226.706.966.689 | 537.863.486.492 | 227.740.118.310 | 535.633.323.248 |
| 7 Financial expenses | 22 | 71.628.620.845 | 312.513.595.065 | 119.755.809.418 | 348.838.234.102 |
| <i>In which: Interest expense</i> | 23 | 32.633.005.947 | 124.393.716.712 | 36.634.138.221 | 130.496.514.505 |
| 8 Selling expenses | 24 | 12.192.819.127 | 40.561.407.489 | 7.052.748.482 | 37.125.943.875 |
| 9 General and administration expenses | 25 | 34.570.783.750 | 110.294.350.756 | 21.584.692.668 | 77.800.354.289 |
| 10 Net operating profit(30 = 20 + (21 - 22) - (24 + 25)) | 30 | 130.477.370.101 | 150.100.343.262 | 98.536.406.464 | 93.561.590.506 |
| 11 Other income | 31 | 6.161.483.827 | 6.212.332.289 | 1.311.635 | 45.295.346.553 |
| 12 Other expenses | 32 | 6.805.336 | 86.436.591 | 659.509.486 | 5.126.863.699 |
| 13 Results of other activities (40 = 31 - 32) | 40 | 6.154.678.491 | 6.125.895.698 | (658.197.851) | 40.168.482.854 |
| 14 Accounting profit before tax (50 = 30 + 40) | 50 | 136.632.048.592 | 156.226.238.960 | 97.878.208.613 | 133.730.073.360 |
| 15 Income tax expense – current | 51 | | | | 8.179.196.925 |
| 16 Income tax expense/(benefit) – deferred | 52 | | | | |
| 17 Net profit after tax (60 = 50 - 51) | 60 | 136.632.048.592 | 156.226.238.960 | 97.878.208.613 | 125.550.876.435 |

Ha Noi, 24 January 2025

PREPARED BY



Nguyen Thi Nga

CHIEF ACCOUNTANT



Nguyen Ngoc Cach



VIETNAM NATIONAL TEXTILE AND GARMENT GROUP
Separate statement of cash flows
(Indirect method)

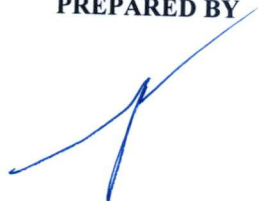
Form B 03 - DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

| Items | Code | Note | 2024 | 2023 |
|---|-----------|------|--------------------------|-------------------------|
| I. CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| Profit before tax | 01 | | 156.226.238.960 | 133.730.073.360 |
| Adjustments for | | | | |
| Depreciation and amortisation | 02 | | 99.831.015.370 | 104.470.093.383 |
| Allowances and provisions | 03 | | 149.386.059.946 | 171.709.240.592 |
| Exchange losses/(gains) arising from revaluation of monetary items denominated in foreign currencies | 04 | | 15.246.490.299 | 14.003.994.542 |
| Profits from investing activities | 05 | | (529.420.822.725) | (565.257.169.993) |
| Interest expense | 06 | | 124.393.716.712 | 130.496.514.505 |
| Other adjustments | 07 | | | |
| Operating profit (loss) before changes in working capital | 08 | | 15.662.698.562 | (10.847.253.611) |
| Change in receivables | 09 | | (144.933.427.692) | 163.978.876.123 |
| Change in inventories | 10 | | 76.831.784.100 | 60.862.329.722 |
| Change in payables and other liabilities | 11 | | (53.276.286.095) | (91.301.537.160) |
| Change in prepaid expenses | 12 | | (139.317.386) | 1.181.441.789 |
| Interest paid | 14 | | (111.202.523.827) | (129.070.508.946) |
| Income tax paid | 15 | | (456.000.000) | (8.179.196.925) |
| Other payments for operating activities | 17 | | (11.010.911.510) | (10.624.368.543) |
| Net cash flows from operating activities | 20 | | (223.123.983.848) | (24.000.217.551) |
| II. CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Payments for additions to fixed assets and other long- term assets | 21 | | (91.866.064.672) | (73.335.237.203) |
| Proceeds from disposals of fixed assets and other long-term assets | 22 | | 13.638.507.273 | 48.145.454.546 |
| Payments for granting loans, placement of term deposits | 23 | | (683.298.057.659) | (1.138.116.258.668) |
| Receipts from collecting loans, withdrawal of term deposits | 24 | | 504.598.057.659 | 1.129.063.870.247 |
| Payments for investments in other entities | 25 | | (4.571.000.000) | (50.334.300.000) |
| Collections of investments in other entities | 26 | | | 22.720.320.000 |
| Receipts of interests and dividends | 27 | | 513.206.282.158 | 582.834.812.179 |
| Net cash flows from investing activities | 30 | | 251.707.724.759 | 520.978.661.101 |

| Items | Code | Note | 2024 | 2023 |
|---|-----------|------|-------------------------|--------------------------|
| III. CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| Proceeds from borrowings | 33 | | 1.409.510.421.185 | 1.196.705.644.647 |
| Payments to settle loan principals | 34 | | (1.303.560.499.789) | (1.441.617.557.788) |
| Payments of dividends | 36 | | (149.979.119.000) | (299.938.330.400) |
| Net cash flows from financing activities | 40 | | (44.029.197.604) | (544.850.243.541) |
| Net cash flows during the year (50 = 20 + 30 + 40) | 50 | | (15.445.456.693) | (47.871.799.991) |
| Cash and cash equivalents at the beginning of the year | 60 | | 97.426.193.157 | 143.092.970.042 |
| Effect of exchange rate fluctuations on cash and cash equivalents | 61 | | 1.009.997.769 | 2.205.023.106 |
| Cash and cash equivalents at the end of the year (70 = 50 + 60 + 61) | 70 | | 82.990.734.233 | 97.426.193.157 |

Hà Nội, 24 January 2025

PREPARED BY



Nguyen Thi Nga

CHIEF ACCOUNTANT



Nguyen Ngoc Cach



Cao Huu Hieu

VIETNAM NATIONAL TEXTILE AND GARMENT GROUP

Notes to the separate financial statements

4th Quarter /2024

Form B 09-DN

(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

I. REPORTING ENTITY

1. Ownership structure

- Vietnam National Textile and Garment Group (“the Group”) was incorporated as a state-owned one-member limited liability company under Decision No. 974/QĐ-TTg dated 25 June 2010 of the Prime Minister.

- Pursuant to Decision No. 646/QĐ-TTg dated 6 May 2014 of the Prime Minister approving the equitisation plan of the Vietnam National Textile and Garment Group - Parent Company and Official Letter No. 4085/BTC-TC dated 15 May 2014 of the Ministry of Industry and Trade on initial public offering, Vietnam National Textile and Garment Group conducted an initial public offering by means of both selling a portion of the State-owned equity and issuing additional shares to increase the charter capital at Ho Chi Minh Stock Exchange on 22 September 2014. Accordingly, Vietnam National Textile and Garment Group’s post-equitisation charter capital is VND5,000 billion and the State holds a controlling interest. Vietnam National Textile and Garment Group was granted the initial Joint Stock Enterprise Registration Certificate dated 29 January 2015.

2. Principal activities

Vietnam National Textile and Garment Group is responsible for the implementation of business operations, capital investment and has the full right to manage the capital invested in the subsidiaries to ensure the sustain and development of the capital, specifically as follows:

a. Production and trading in the following areas:

- Textile industry: produce materials, equipment, spare parts, sub-materials, chemicals, dyes, and final products of the textile industry including fabric, wool thread, cloth, garments, knitting, sewing thread, cotton towels, wool, carpets, jutes, silk, silk cloth, technical fabric, non-weaving cloth, cloth for internal decoration;

- Process and produce agricultural, silviculture, aqua- and sea-products (preliminary processing); packaging of fresh food, processed food, dry food, and confectionary;

- Produce cotton and fabric materials, materials and accessories, packaging for cotton production and processing; provide technical assistance for and trade planting breeds, fertilisers and other farming materials; process agricultural and silviculture products; provide testing of cotton breeds, plant breeds, and cotton and fabric quality;

- Export and import textile and garment products, equipment and spare parts of the textile and garment industry; accessories, chemicals, and dyes; food technology products; agricultural, silviculture and seafood; fine art and handicraft products; automobiles and motorcycles; sound and lighting equipment, fashion designing tools, transportation vehicles, electric and electronic materials, software and computer equipment, rubber products, nutritious drinks and cosmetics, spare parts and machines for industrial production; optical instruments, calibrating and testing instruments; scraps and finished products of steel, ferrous and non-ferrous metals; trade garments, personal protective equipment, and other consumer goods;

- Retail textile and garment products and other consumer goods, including: invest in construction of supermarkets; lease building space for business purposes (kiosks, trade centres); lease warehouses, car parks, and provide car parking service; trade of textile and garment products, industrial materials, and other consumer goods; alcoholic drinks and tobacco; distribute products stipulated in the business certificate;

- Provide services of constructing and installing of civil and industrial electric and refrigeration systems; provide consultancy and designing of technology processes, provide machinery and equipment for the civil industry; consultancy, designing and preparation of textile investment project and environment projects; design and manufacture equipment and accessories, and install industrial electrical systems, craning systems, escalators and elevators; produce, trade, repair, and install mechanical products and industrial machinery and equipment, provide commercial services and industrial services; conduct inspection and testing of the quality of materials, sub-materials, chemicals, dyes and weaving and garment products; provide services relating to training, scientific research and technology transfer; training in weaving, industrial garment production and mechanical work; Vietnamese labour export, authorise fuel sales, trade in logistics and operate bonded warehouses, construct and design industrial and civil construction; trade in scientific and technological services, tourism, hotels, office space, transportation, and domestic travelling; provide consultancy and design, investment services and infrastructure business; daily meal services; entertainment and amusement, and sport services; act as agents of air ticket booking, and post and telecommunication;

- Provide financial services including financial operations, securities and other financial services;

- Invest in infrastructure, industrial and urban zones; real estates, develop residential buildings, industrial and urban zones; lease factories and residential houses, office buildings; invest in post and telecommunication services;

- Organise trade fairs and exhibitions; domestic and international fashion shows; offer publication and printing services; and

- Invest overseas; act as representatives for foreign businesses in Vietnam.

b. Invest in and exercise rights and obligations of owners, shareholders, and members who contribute capital in subsidiaries, associates and other investees.

3 Normal operating cycle

The normal operating cycle of Vietnam National Textile and Garment Group is generally within 12 months.

4. Group structure:

As at 31 December 2024, Vietnam National Textile and Garment Group had dependent accounting entities as follows:

| Name | Principal information |
|---|---|
| - Vietnam National Textile and Garment Group Branch - Yarn Dyed Fabric Production Factory | Registered with Long An Department of Planning and Investment in accordance with Branch Operation Registration Certificate No. 0100100008-049 dated 4 November 2015 as a branch of Vietnam National Textile and Garment Group. |
| - Vietnam National Textile and Garment Group Branch – Vinatex Nam Dinh Fiber Factory | Registered with Nam Dinh Department of Planning and Investment in accordance with Branch Operation Registration Certificate No. 0100100008-050 dated 1 July 2016 as a branch of Vietnam National Textile and Garment Group. |
| - Vietnam National Textile and Garment Group Branch – Vinatex Phu Cuong Fiber Factory | Registered with Dong Nai Department of Planning and Investment in accordance with Branch Operation Registration Certificate No. 0100100008-051 dated 26 July 2016 as a branch of Vietnam National Textile and Garment Group |
| - Branch of Vietnam National Textile and Garment Group – Vinatex Product development and Business HUB | Registered with Hanoi City Department of Planning and Investment in accordance with Branch Operation Registration Certificate No. 0100100008-052 dated 11 April 2018 as a branch of Vietnam National Textile and Garment Group. |
| - Branch of Vietnam National Textile and Garment Group – Que Son Garment Factory | Registered with Quang Nam Department of Planning and Investment in accordance with Branch Operation Registration Certificate No. 0100100008-053 dated 25 May 2018 as a branch of Vietnam National Textile and Garment Group. |

II. BASIS OF PREPARATION

1. Statement of compliance

These separate financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to financial reporting.

Vietnam National Textile and Garment Group also prepares and issues its consolidated financial statements for the year ended 31 December 2024. For a comprehensive understanding of Vietnam National Textile and Garment Group's consolidated financial position, its consolidated results of operations and consolidated cash flows for the year ended 31 December 2024, these separate financial statements should be read in conjunction with Vietnam National Textile and Garment Group's consolidated financial statements.

2. Basis of measurement

The separate financial statements, except for the separate statement of cash flows, are prepared on the accrual basis using the historical cost concept. The separate statement of cash flows is prepared using the indirect method.

3. Annual accounting period

The annual accounting period of Vietnam National Textile and Garment Group is from 1 January to 31 December.

4. Accounting and presentation currency

Vietnam National Textile and Garment Group's accounting currency is Vietnam Dong ("VND"), which is also the currency used for financial reporting purposes.

III. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies have been adopted by the Vietnam National Textile and Garment Group in the preparation of these separate financial statements.

1. Foreign currency transactions

Transactions in currencies other than VND during the year have been translated into VND at rates approximating actual rates of exchange ruling at the transaction dates.

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rates and selling rates at the end of the annual accounting period quoted by the commercial banks where Vietnam National Textile and Garment Group most frequently conducts transactions.

All foreign exchange differences are recorded in the separate statement of income.

2. Cash and cash equivalents

Cash comprises cash balances and call deposits. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes

3. Investments

Held-to-maturity investments

Held-to-maturity investments are those that General Director and Board of Directors have the intention and ability to hold until maturity. Held-to-maturity investments include term deposits at bank. These investments are stated at costs less allowance for doubtful debts.

Investments in subsidiaries, associates and other entities arising during the post-equitisation period

For the purpose of these separate financial statements, investments in subsidiaries, associates and other entities arising during the post-equitisation period are initially recognised at cost which includes purchase price plus any directly attributable transaction costs. Subsequent to initial recognition, these investments are stated at cost less allowance for diminution in investment value.

Allowance for diminution in the value of financial investments

An allowance is made for diminution in value of investments in subsidiaries, associates and other entities if the investee has suffered a loss which may cause Vietnam National Textile and Garment Group to lose its invested capital, unless there is evidence that the value of the investment has not been diminished. The allowance is reversed if the investee subsequently made a profit that offsets the previous loss for which the allowance had been made.

An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that would have been determined if no allowance had been recognised.

4. Accounts receivable

Trade and other receivables are stated at cost less allowance for doubtful debts.

5. Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on a weighted average basis and includes all costs incurred in bringing the inventories to their present location and condition. Cost in the case of finished goods and work in progress includes raw materials, direct labour and attributable manufacturing overheads. Net realisable value is the estimated selling price of inventory items, less the estimated costs of completion and estimated costs to sell.

Vietnam National Textile and Garment Group applies the perpetual method of accounting for inventories.

6. Tangible fixed assets

Cost

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties, non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition for its intended use. Expenditure incurred after tangible fixed assets have been put into operation, such as repair, maintenance and overhaul cost, is charged to the separate statement of income in the year in which the cost is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of tangible fixed assets beyond their originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

- buildings and structures 5 – 50 years
- machineries and equipment 3 – 15 years
- motor vehicles 4 – 15 years
- office equipment 3 – 10 years

7. Intangible fixed assets

Land use rights

Land use rights granted by the State for which land use payments are collected are stated at cost less accumulated amortisation. The initial cost of a land use right comprises any directly attributable costs incurred in conjunction with securing the land use rights. Amortisation is computed on a straight-line basis over 50 years.

Software

Cost of acquiring new software, which is not an integral part of the related hardware, is capitalised as an intangible asset. Software cost is amortised on a straight-line basis over a period ranging from 3 to 10 years.

8. Construction in progress

Construction in progress represents the costs of tangible and intangible fixed assets which have not been fully completed or installed. No depreciation is provided for construction in progress during the period of construction and installation.

9. Trade and other payables

Trade and other payables are stated at their cost.

10. Provisions

Except for those defined in other accounting policies, a provision is recognised if, as a result of a past event, Vietnam National Textile and Garment Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

11. Share capital

Ordinary shares

Ordinary shares are stated at par value,

The difference between the issuance price and the par value of the shares is recorded as share premium in equity. Incremental costs directly attributable to the issue of shares, net of tax effects is recognised as a deduction from share premium.

12. Revenue and other income

Goods sold

Revenue from the sales of goods is recognised in the separate statement of income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods. Revenue on sales of goods is recognised at the net amount after deducting sales discounts.

Services rendered

Revenue from services rendered is recognised in the separate statement of income in proportion to the stage of completion of the transaction. The stage of completion is assessed by reference to surveys of work performed. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

Processing services

Revenue from processing services is recognised in the separate statement of income when the goods have been processed and accepted by the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

Rental income

Rental income from leased property is recognised in the separate statement of income on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income.

13. Financial income

Interest income

Interest income is recognised on a time proportion basis with reference to the principal outstanding and the applicable interest

Dividend income

Dividend income is recognised when the rights to receive dividend is established. Share dividends are not recognised as income. Dividends received which are attributable to the period before investment acquisition date are deducted from the carrying amount of the investment.

Dividends or share of profits in proportion to the surplus due to revaluation of the investments upon determining the enterprise value for the equitisation purpose and at the date of conversion to a joint stock company were not recognised as financial income but only a decrease in the value of investments was recognised

14. Lease payments

Payments made under operating leases are recognised in the separate statement of income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the separate statement of income as an integral part of the total lease expense, over the term of the lease.

15. Borrowing costs

Borrowing costs are recognised as an expense in the year in which they are incurred, except where the borrowing costs relate to borrowings in respect of the construction of qualifying assets, in which case the borrowing costs incurred during the period of construction are capitalised as part of the cost of the assets concerned.

16. Related parties

Parties are considered to be related to Vietnam National Textile and Garment Group if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities and include close family members of any individual considered to be a related party.

IV. SUPPLEMENTARY INFORMATION TO ITEMS DISCLOSED IN THE BALANCE SHEET

| | 31/12/2024 | 01/01/2024 |
|--|--------------------------|--------------------------|
| 1. Cash and cash equivalents | | |
| Cash on hand | 6.775.612.843 | 5.565.435.062 |
| Cash in banks | 76.179.778.409 | 77.755.063.885 |
| Cash in transit | 35.342.981 | 105.694.210 |
| Cash equivalents | - | 14.000.000.000 |
| Total | 82.990.734.233 | 97.426.193.157 |
| 2. Short-term investments | | |
| Term deposits over 3 months | 1.328.900.000.000 | 1.117.900.000.000 |
| Total | 1.328.900.000.000 | 1.117.900.000.000 |
| 3a. Accounts receivable from customers – short-term | | |
| Accounts receivable from subsidiaries | | |
| • Hoa Tho Textile and Garment Joint Stock Corporation | 3.460.263.518 | 4.175.280.264 |
| • Dong Xuan Knitting One Member Co., Ltd. | 11.391.164.802 | 8.537.782.446 |
| • Dong Phuong Knitting Co., Ltd | 14.804.567.129 | 9.174.142.931 |
| • Vinatex Phu Hung JSC | 6.635.342.041 | 7.172.891.034 |
| • Pho Noi Textile and Garment Infrastructure Development JSC | 1.875.269.220 | 3.355.724.240 |
| • Eight March Textile Co., Ltd | 139.678.970.930 | 123.195.405.597 |
| • Nam Dinh Textile and Garment Joint Stock Corporation | 4.763.853.764 | - |
| • Hanoi Textile Garment Joint Stock Corporation | 55.103.628.323 | 27.000.000 |
| Accounts receivable from associates | | |
| • Duc Giang Joint Stock Corporation | 97.200.000 | - |
| • May 10 Joint Stock Corporation | 129.600.000 | - |
| • Viet Tien Joint Stock Corporation | 129.600.000 | - |
| • Other Associates | - | 400.216.163 |

Accounts receivable from other customers

| | | |
|---|------------------------|------------------------|
| • Phu Hoang Spinning JSC | 92.761.853.545 | 71.663.650.506 |
| • Phong Phuoc Development JSC | 979.462.948 | - |
| • Pacific airlines aviation joint stock company | 204.008.069 | - |
| • Truong phu spinning joint stock company | 21.998.731.253 | - |
| • Vietnam Airport Ground Service Co., Ltd | 13.557.093.823 | 11.998.898.862 |
| • Rui Peng Fei Vietnam Hi-Tech Co., Ltd | - | 15.000.000.000 |
| • Textiles in saigon company limited | 4.272.268.491 | - |
| • KAM HING PIECE WORKS LTD. | 2.555.932.218 | - |
| • KITH FASHION LTD. | 1.485.059.904 | - |
| • MAXIM TEXTILE TECHNOLOGY SDN BHD | 3.988.779.905 | - |
| • Tai Nguyen construction Co.,LTD | 3.455.335.966 | 2.376.759.110 |
| • Hung Tien Phat Construction Investment JSC | - | 90.018.736.000 |
| • SUMTEX INDUSTRIAL LIMITED | 18.649.101.703 | - |
| • XIAMEN HAIXIA INVESTMENT CO., LTD | 10.762.005.546 | 14.452.882.611 |
| • XIAMEN PORT COMMERCE INFORMATION CO., LTD | 2.300.297.132 | - |
| • SHAOXING GALLO TEXTILE CO. LTD | 1.144.456.438 | - |
| • HONG KONG YAN YAN TRADING LIMITED | 6.809.221.989 | - |
| • Other customers | 6.392.829.214 | 4.191.535.065 |
| Total: | 429.385.897.871 | 365.740.904.829 |

3b. Accounts receivable from customers – long-term

| | 31/12/2024 | 01/01/2024 |
|--|-------------------|-------------------|
| Accounts receivable from subsidiary | | |
| • Dong Phuong Knitting Co., Ltd. | 61.843.907.911 | 61.843.907.911 |

4a. Loans receivable – short-term

| | 31/12/2024 | 01/01/2024 |
|--|-----------------------|------------------------|
| • Hue Textile and Garment JSC | 23.200.000.000 | 23.200.000.000 |
| • Dong Xuan Knitting One Member Co., Ltd. | 17.100.000.000 | 11.400.000.000 |
| • Dong Phuong Knitting One Member Co., Ltd. | - | 6.400.000.000 |
| • Nam Dinh Textile and Garment Joint Stock Corporation | - | 43.399.388.608 |
| • Hue Textile and Garment JSC (*) | 2.512.589.779 | 2.178.114.550 |
| • Hanoi Textile and Garment Joint Stock Corporation (*) | 6.716.123.787 | 5.822.075.008 |
| • Phong Phu Corporation (*) | 16.438.837.321 | 14.250.503.698 |
| • Nam Dinh Textile and Garment Joint Stock Corporation (*) | 4.159.608.517 | 3.605.882.597 |
| • Hoa Tho Textile and Garment Joint Stock Corporation (*) | 6.612.870.407 | 5.732.566.673 |
| • Dong Xuan Knitting One Member Co., Ltd. (*) | 1.860.894.405 | 1.613.172.746 |
| • Eight March Textile Co., Ltd.(*) | 2.348.952.488 | 2.036.260.723 |
| Total: | 80.949.876.704 | 119.637.964.603 |

Loans receivable – long-term

| | 31/12/2024 | 01/01/2024 |
|--|--------------------------|--------------------------|
| • Textile - Garment Import - Export and Production JSC | - | - |
| • Hue Textile and Garment JSC | - | 23.200.000.000 |
| • Dong Xuan Knitting One Member Co., Ltd. | 23.542.959.288 | 34.942.959.288 |
| • Nam Dinh Textile and Garment Joint Stock Corporation | 64.999.388.608 | 21.600.000.000 |
| • Dong Phuong Knitting Co., Ltd. | - | - |
| • Hue Textile and Garment JSC (*) | 78.918.443.899 | 77.826.536.825 |
| • Hanoi Textile and Garment Joint Stock Corporation (*) | 210.948.093.238 | 208.029.438.124 |
| • Phong Phu Corporation (*) | 516.330.778.160 | 509.186.881.533 |
| • Nam Dinh Textile and Garment Joint Stock Corporation (*) | 130.649.988.600 | 128.842.329.277 |
| • Hoa Tho Textile and Garment Joint Stock Corporation (*) | 207.704.982.228 | 204.831.198.831 |
| • Dong Xuan Knitting One Member LLC (*) | 58.449.214.835 | 57.640.517.695 |
| • Eight March Textile Co., Ltd. (*) | 73.778.725.851 | 72.757.931.394 |
| Total: | 1.365.322.574.707 | 1.338.857.792.967 |

(*) These are loans that the Group re-lent to its subsidiaries from the Asian Development Bank's funding sources.

| 4b. Other short-term receivables | 31/12/2024 | 01/01/2024 |
|---|------------------------|------------------------|
| Dividends receivable | 178.020.933.261 | 183.077.154.359 |
| Interest and management fee of ADB loan | 6.915.130.816 | 7.620.107.643 |
| Loan interest income | 25.015.218.271 | 23.066.079.425 |
| Interest income from bank deposits | 7.786.492.060 | 12.976.570.138 |
| Receivables from VSC CORP.,LTD | 32.100.800.000 | 30.215.687.677 |
| Receivables from Dong Phuong Knitting Co., Ltd. | 7.501.375.304 | - |
| Advances to employees | 6.509.723.736 | 2.886.377.785 |
| Others | 2.108.258.782 | 3.017.803.555 |
| Total | 265.957.932.230 | 262.859.780.582 |

| Other long-term receivables | 31/12/2024 | 01/01/2024 |
|--|------------------------|------------------------|
| Transfer of assets to Vinatex Textile and Garment Northern Corporation LLC | 11.110.697.380 | 22.427.936.180 |
| Receivable from Eight March Textile Co., Ltd. | 170.496.650.079 | 170.496.650.079 |
| Receivable from Dong Phuong Knitting One Member LLC | 13.510.094.763 | 13.510.094.763 |
| Receivable from Dong Xuan Knitting One Member LLC for transfer of assets | 13.944.789.609 | 16.246.475.085 |
| Receivable from Vinatex Textile and Garment Southern Corporation LLC | - | 21.041.638.094 |
| Long-term receivable from Hanoi Textile and Garment Joint Stock Corporation | 136.932.000.000 | 136.932.000.000 |
| Deposits for office rental | 4.620.992.879 | 4.620.992.879 |
| Deposit for implementation of investment of Quang Nam Fiber – Weaving – Dyeing – Garment Complex Factory Project | 5.715.000.000 | 5.715.000.000 |
| Others | 3.286.359 | 3.286.359 |
| Total | 356.333.511.069 | 390.994.073.439 |

| 5. Inventories | 31/12/2024 | 01/01/2024 |
|-------------------------|------------------------|------------------------|
| Goods in transit | 29.491.795.365 | 120.943.246.829 |
| Raw materials | 82.035.334.818 | 31.080.531.286 |
| Finished goods | 67.307.510.014 | 95.490.180.628 |
| Tools and supplies | 4.656.898.518 | 6.441.728.578 |
| Work in progress | 11.711.569.683 | 12.718.366.516 |
| Merchandise inventories | 13.760.111.792 | 19.120.950.453 |
| Total: | 208.963.220.190 | 285.795.004.290 |

Fixed Assets

6a. Tangible fixed assets

| | Nhà cửa vật kiến trúc | Máy móc thiết bị | Phương tiện vận tải | Thiết bị dụng cụ quản lý | Tổng cộng |
|---|-----------------------|-------------------|---------------------|--------------------------|-------------------|
| Cost | | | | | |
| Opening balance | 486.313.965.494 | 1.082.805.268.308 | 38.911.428.602 | 51.831.357.969 | 1.659.862.020.373 |
| Additions | 9.232.161.623 | 39.306.801.102 | 8.936.067.870 | - | 57.475.030.595 |
| <i>New acquisitions</i> | 7.712.201.423 | 2.209.770.517 | 7.393.036.363 | - | 17.315.008.303 |
| <i>1.519.960.200</i> | 1.519.960.200 | - | - | - | 1.519.960.200 |
| <i>Asset transfer from Đông Phương to the Corporation</i> | - | 37.097.030.585 | 1.543.031.507 | - | 38.640.062.092 |
| Deductions | (1.707.562.099) | (12.789.612.112) | (3.696.024.923) | (2.098.476.629) | (20.291.675.763) |
| <i>Disposals</i> | - | (60.594.455) | - | - | (60.594.455) |
| <i>Asset transfer to DK Dong Xuan</i> | - | - | (2.866.240.000) | - | (2.866.240.000) |
| <i>Asset transfer to Dong Phuong</i> | (1.284.323.899) | (15.250.732.486) | (829.784.923) | - | (17.364.841.308) |
| <i>Reclassification</i> | (423.238.200) | 2.521.714.829 | - | (2.098.476.629) | - |
| Closing balance | 493.838.565.018 | 1.109.322.457.298 | 44.151.471.549 | 49.732.881.340 | 1.697.045.375.205 |
| Accumulated amortisation | | | | | |
| Opening balance | 263.758.412.598 | 627.401.955.574 | 28.314.434.274 | 40.783.687.471 | 960.258.489.917 |
| Charge for the period | 17.107.488.015 | 73.862.357.250 | 3.435.213.704 | 3.666.512.957 | 98.071.571.926 |
| Additions | (423.238.200) | 14.112.525.113 | 1.407.235.619 | - | 15.096.522.532 |
| <i>Reclassification</i> | (423.238.200) | 423.238.200 | - | - | - |
| <i>Asset transfer from Đông Phương to the Corporation</i> | - | 13.689.286.913 | 1.407.235.619 | - | 15.096.522.532 |
| Deductions | (729.925.021) | (8.722.640.665) | (3.092.535.573) | - | (12.545.101.259) |
| <i>Asset transfer to Dong Phuong</i> | (729.925.021) | (8.662.046.210) | (471.494.773) | - | (9.863.466.004) |
| <i>Asset transfer to DK Dong Xuan</i> | - | - | (2.621.040.800) | - | (2.621.040.800) |
| <i>Disposals</i> | - | (60.594.455) | - | - | (60.594.455) |
| Closing balance | 279.712.737.392 | 706.654.197.272 | 30.064.348.024 | 44.450.200.428 | 1.060.881.483.116 |
| Net book value | | | | | |
| Opening balance | 222.555.552.896 | 455.403.312.734 | 10.596.994.328 | 11.047.670.498 | 699.603.530.456 |
| Closing balance | 214.125.827.626 | 402.668.260.026 | 14.087.123.525 | 5.282.680.912 | 636.163.892.089 |

6b. Intangible fixed assets

| | Quyền sử dụng đất | Phần mềm, bản quyền | Tổng cộng |
|---------------------------------|-------------------|---------------------|----------------|
| Cost | | | |
| Opening balance | 78.833.849.210 | 3.071.624.301 | 81.905.473.511 |
| Additions | - | - | - |
| Deductions | - | - | - |
| Closing balance | 78.833.849.210 | 3.071.624.301 | 81.905.473.511 |
| Accumulated amortisation | | | |
| Opening balance | 23.115.016.936 | 2.642.562.334 | 25.757.579.270 |
| Charge for the period | 1.638.730.776 | 120.712.668 | 1.759.443.444 |
| Closing balance | 24.753.747.712 | 2.763.275.002 | 27.517.022.714 |
| Net book value | | | |
| Opening balance | 55.718.832.274 | 429.061.967 | 56.147.894.241 |
| Closing balance | 54.080.101.498 | 308.349.299 | 54.388.450.797 |

7. Long-term prepayments

| | Chi phí đất trả trước | Công cụ dụng cụ | Khác | Tổng cộng |
|------------------|--------------------------|-----------------|---------------|-----------------|
| Opening balance | 33.991.943.293 | 3.513.639.751 | 445.856.186 | 37.951.439.230 |
| Additions | - | 4.116.992.524 | 1.843.506.158 | 5.960.498.682 |
| Reclassification | (1.014.505.584) | (3.745.402.474) | (736.429.520) | (5.496.337.578) |
| Other changes | (24.263.631) | 24.263.631,00 | - | - |
| Closing balance | 32.953.174.078 | 3.909.493.432 | 1.552.932.824 | 38.415.600.334 |

8. Construction in progress

| | 31/12/2024 | 01/01/2024 |
|-----------------------------------|------------------------|------------------------|
| Opening balance | 274.187.600.718 | 199.397.851.883 |
| Additions | 72.223.708.136 | 74.789.748.835 |
| Transfer to tangible fixed assets | (11.812.611.424) | - |
| Closing balance | 334.598.697.430 | 274.187.600.718 |

Major constructions in progress were as follows:

| | 31/12/2024 | 01/01/2024 |
|--|------------------------|------------------------|
| Vinatex Office – Apartment Building Project Nam Dinh Fiber Factory | 17.326.009.802 | 17.326.009.802 |
| Nam Dinh Fiber 2 project | 1.647.442.561 | 1.647.442.561 |
| Vinatex Office – Apartment Building Project | 266.976.773.659 | 231.363.017.151 |
| Quang Nam Fiber-Textile-Dyeing-Garment Complex Factory | 5.813.893.461 | 5.516.620.734 |
| vinatex product development and business hub project | 28.657.525.878 | - |
| Phu Cuong Fiber Factory | 12.387.453.797 | 12.387.453.797 |
| Other constructions | 1.789.598.272 | 5.947.056.673 |
| Total | 334.598.697.430 | 274.187.600.718 |

9. Long-term investments

Equity investments in:

| | 31/12/2024 | 01/01/2024 |
|--|--------------------------|--------------------------|
| -Investments in subsidiaries | 2.191.080.629.010 | 2.191.080.629.010 |
| -Investments in associates | 1.042.840.855.779 | 1.038.269.855.779 |
| -Other long-term investments | 39.789.498.900 | 39.789.498.900 |
| -Held-to-maturity investments | - | - |
| | 3.273.710.983.689 | 3.269.139.983.689 |
| Allowance for long-term financial investments | (546.933.661.468) | (379.629.377.383) |
| Total | 2.726.777.322.221 | 2.889.510.606.306 |

10. Borrowings**Short-term borrowings**

| | 31/12/2024 | 01/01/2024 |
|-------------------------------|------------------------|------------------------|
| Short-term borrowings | 530.642.474.604 | 394.473.346.788 |
| BIDV- Ha Noi Branch | 236.789.562.842 | 321.363.855.300 |
| Vietinbank - Hoan Kiem Branch | 103.558.497.075 | 64.546.802.126 |
| BIDV- My Dinh Branch | 19.046.883.336 | 8.562.689.362 |
| VCB - Hoang Mai Branch | 171.247.531.351 | - |

Long-term borrowings due for repayment

| | | |
|-----------------------------------|----------------|----------------|
| Vietinbank - Hoan Kiem Branch VND | - | 6.567.862.842 |
| Vietinbank - Hoan Kiem Branch USD | - | 11.477.033.700 |
| Asia Development Bank (ADB) | 49.685.809.507 | 43.186.197.351 |

Long-term borrowings

| | | |
|-----------------------------------|--------------------------|--------------------------|
| Asia Development Bank - ADB - USD | 1.550.768.350.253 | 1.529.521.806.251 |
| Total | 2.131.096.634.364 | 1.985.226.246.932 |

11. Taxes and others receivable from and payable to State Treasury

| Taxes and others receivable from State Treasury | 01/01/2024 | Paid | Incurred/received | Others | 31/12/2024 |
|--|----------------------|----------------------|------------------------|--------|----------------------|
| Taxes | | | | | |
| <i>Corporate income tax</i> | <i>204.960.646</i> | <i>456.000.000</i> | - | - | <i>660.960.646</i> |
| Head Office | 204.960.646 | 456.000.000 | - | - | 660.960.646 |
| <i>Value added tax on domestic sales</i> | - | <i>456.000.000</i> | - | - | <i>456.000.000</i> |
| Head Office | - | 456.000.000 | - | - | 456.000.000 |
| <i>Value added tax on imported goods</i> | - | <i>68.348.000</i> | <i>(68.348.000)</i> | - | - |
| Phu Cuong Fiber Factory | - | 68.348.000 | (68.348.000) | - | - |
| <i>Land rental and land tax</i> | <i>2.104.668.503</i> | <i>739.041.935</i> | <i>(2.843.710.438)</i> | - | - |
| Hanoi Office | 996.105.600 | - | (996.105.600) | - | - |
| Vinatex Fashion Center | 1.108.562.903 | 739.041.935 | (1.847.604.838) | - | - |
| Total | 2.309.629.149 | 1.719.389.935 | (2.912.058.438) | - | 1.116.960.646 |

| 11. Taxes and others payable to State Treasury | 01/01/2024 | Incurred | Paid/refunded | Net-off against input VAT | 31/12/2024 |
|--|-----------------------|-----------------------|-------------------------|---------------------------|----------------------|
| Taxes | | | | | |
| Value added tax on domestic sales | 2.799.741.241 | 41.469.429.257 | (5.292.500.932) | (37.789.163.807) | 1.187.505.759 |
| Head Office | 1.077.079.884 | 23.975.535.842 | (1.077.079.884) | (23.975.535.842) | - |
| Nam Dinh Fiber Factory | - | 4.479.123.941 | - | (3.496.625.082) | 982.498.859 |
| Phu Cuong Fiber Factory | 1.482.810.889 | 7.166.817.290 | (3.009.486.483) | (5.640.141.696) | - |
| Vinatex Fashion Center | 239.850.468 | 5.847.952.184 | (1.205.934.565) | (4.676.861.187) | 205.006.900 |
| Value added tax on imported goods | - | 7.778.401.785 | (7.778.401.785) | - | - |
| Head Office | - | 1.724.522.439 | (1.724.522.439) | - | - |
| Phu Cuong Fiber Factory | - | 4.882.669.926 | (4.882.669.926) | - | - |
| Nam Dinh Fiber Factory | - | 1.171.209.420 | (1.171.209.420) | - | - |
| Import Tax | - | 341.546.815 | (341.546.815) | - | - |
| Head Office | - | 65.070.263 | (65.070.263) | - | - |
| Phu Cuong Fiber Factory | - | 254.024.368 | (254.024.368) | - | - |
| Nam Dinh Fiber Factory | - | 22.452.184 | (22.452.184) | - | - |
| Other taxes | 471.515.668 | 4.909.283.456 | (4.828.069.315) | - | 552.729.809 |
| Licensing tax | - | 9.000.000 | (9.000.000) | - | - |
| Hanoi Head Office | - | 3.000.000 | (3.000.000) | - | - |
| Vinatex Fashion Center | - | 2.000.000 | (2.000.000) | - | - |
| Phu Cuong Fiber Factory | - | 1.000.000 | (1.000.000) | - | - |
| Nam Dinh Fiber Factory | - | 1.000.000 | (1.000.000) | - | - |
| Que Son Garment Factory | - | 1.000.000 | (1.000.000) | - | - |
| Yarndye Factory | - | 1.000.000 | (1.000.000) | - | - |
| Personal income tax | 471.515.668 | 4.900.283.456 | (4.819.069.315) | - | 552.729.809 |
| Head Office | 449.218.451 | 4.755.051.371 | (4.668.774.888) | - | 535.494.934 |
| Nam Dinh Fiber Factory | 13.547.493 | 52.935.762 | (56.249.621) | - | 10.233.634 |
| Phu Cuong Fiber Factory | 6.141.000 | 43.277.974 | (45.617.252) | - | 3.801.722 |
| Vinatex Fashion Center | 2.608.724 | 49.018.349 | (48.427.554) | - | 3.199.519 |
| Other obligation | | | | | |
| Land rental and land tax | - | 2.752.675.477 | (2.752.675.477) | - | - |
| Hanoi Head Office | - | 2.752.675.477 | (2.752.675.477) | - | - |
| Other | 7.562.091.012 | 71.075.069 | (7.633.166.081) | - | - |
| Hanoi Head Office | 7.562.091.012 | 71.075.069 | (7.633.166.081) | - | - |
| Total | 10.833.347.921 | 60.075.087.336 | (31.379.035.882) | (37.789.163.807) | 1.740.235.568 |

12. Accrued expenses -Short-term

| | 31/12/2024 | 01/01/2024 |
|---|----------------------|----------------------|
| Land rental for the land lot at No.10 Nguyen Hue street | 464.849.280 | 464.849.280 |
| Accrued interest expenses | 27.012.773 | 2.972.809.633 |
| Accrued audit expenses for financial statements | 1.564.629.630 | 1.214.814.815 |
| Other accrued expenses | 2.813.264.378 | 1.708.994.082 |
| Total | 4.869.756.061 | 6.361.467.810 |

13. Other payables – short-term

| | 31/12/2024 | 01/01/2024 |
|---|-----------------------|-----------------------|
| Trade union fees, social insurance, health insurance and unemployment insurance | 608.108.310 | 473.279.376 |
| Loan interest | 7.601.471.047 | 8.466.481.887 |
| Charity fund | 2.845.248.287 | 3.145.248.287 |
| Payables to related companies | 1.958.847.103 | 720.503.963 |
| Dividends payable | 491.952.225 | 471.042.725 |
| Other payables | 3.546.239.050 | 12.725.599.346 |
| Total: | 17.051.866.022 | 26.002.155.584 |

14. Owners' equity

Changes in owners' equity

| | Vốn góp | Thặng dư vốn cổ phần | Lợi nhuận chưa phân phối | Nguồn vốn ĐTXDCB | Tổng |
|---|-------------------|-------------------------|-----------------------------|------------------|-------------------|
| Balance at 1/1/2024 | 5.000.000.000.000 | 30.361.932.352 | 195.151.884.031 | 543.092.845.095 | 5.768.606.661.478 |
| Net profit for the period | - | - | 156.226.238.960 | - | 156.226.238.960 |
| Dividend distribution | - | - | (150.000.000.000) | - | (150.000.000.000) |
| Appropriation to bonus and welfare fund | - | - | (19.400.000.000) | - | (19.400.000.000) |
| Other changes | - | - | - | - | - |
| Balance at 31/12/2024 | 5.000.000.000.000 | 30.361.932.352 | 181.978.122.991 | 543.092.845.095 | 5.755.432.900.438 |

The Group's share capital issued to shareholders are:

| | % | 31/12/2024 | 01/01/2024 |
|--------------------------------------|-------------|--------------------------|--------------------------|
| State Capital Investment Corporation | 53,49% | 2.674.381.000.000 | 2.674.381.000.000 |
| Other shareholders | 46,51% | 2.325.619.000.000 | 2.325.619.000.000 |
| <i>In which:</i> | | | |
| Itochu Corporation | 13,00% | 650.000.000.000 | 650.000.000.000 |
| Total | 100% | 5.000.000.000.000 | 5.000.000.000.000 |

V. SUPPLEMENTARY INFORMATION TO ITEMS DISCLOSED IN THE SEPARATE STATEMENT OF INCOME

| Revenue | Cummulative 2024 | Cummulative 2023 | 4 th Quarter 2024 | 4 th Quarter 2023 |
|---------------------------------------|--------------------------|--------------------------|---------------------------------|---------------------------------|
| Revenue | 1.694.938.379.548 | 1.427.532.432.102 | 603.662.852.867 | 502.870.415.927 |
| Sales revenue | 1.617.505.977.223 | 1.357.480.030.529 | 587.723.354.008 | 475.216.149.992 |
| Revenue from asset and office leasing | 77.432.402.325 | 70.052.401.573 | 15.939.498.859 | 27.654.265.935 |
| Net revenue | 1.694.938.379.548 | 1.427.532.432.102 | 603.662.852.867 | 502.870.415.927 |

| Financial income | Cummulative 2024 | Cummulative 2023 | 4 th Quarter 2024 | 4 th Quarter 2023 |
|--|------------------------|------------------------|---------------------------------|---------------------------------|
| Dividend income | 374.746.516.545 | 346.967.723.731 | 183.388.732.400 | 167.058.807.500 |
| Gain from disposals of associates and other entities | - | 12.577.320.000 | - | 12.577.320.000 |
| Interest from loans and deposits | 154.674.306.180 | 164.865.882.465 | 39.941.697.629 | 41.824.900.171 |
| Unrealized foreign exchange gain | - | - | - | - |
| Realized foreign exchange gain | 8.442.663.767 | 6.832.584.825 | 3.376.536.660 | 1.889.278.412 |
| Other financial income | - | 2.808.232.500 | - | 2.808.232.500 |
| Total | 537.863.486.492 | 534.051.743.521 | 226.706.966.689 | 226.158.538.583 |

| Financial expenses | Cummulative 2024 | Cummulative 2023 | 4 th Quarter 2024 | 4 th Quarter 2023 |
|---|------------------------|------------------------|---------------------------------|---------------------------------|
| Interest expenses | 124.393.716.712 | 130.496.514.505 | 32.633.005.947 | 36.634.138.221 |
| Addition/(reversal) of allowance for diminution in value of long-term financial investments | 167.304.284.085 | 200.760.219.793 | 26.708.042.187 | 87.395.653.469 |
| Unrealized foreign exchange loss | 15.246.490.299 | 3.577.505.262 | 10.838.106.864 | (16.134.675.296) |
| Realized foreign exchange loss | 5.569.103.969 | 14.003.994.542 | 1.449.465.847 | 11.860.693.024 |
| Other financial expenses | - | - | - | - |
| Total | 312.513.595.065 | 348.838.234.102 | 71.628.620.845 | 119.755.809.418 |

Hà Nội, 24 January 2025

PREPARED BY



Nguyen Thi Nga

CHIEF ACCOUNTANT



Nguyen Ngoc Cach

GENERAL DIRECTOR



Cao Hữu Hiếu

**VIETNAM NATIONAL TEXTILE
AND GARMENT GROUP**

No. 56/VGT-FAD

Re: Explanation of After-Tax Profit
Fluctuations in the Q4th 2024 Financial
Statements compared to Q4th 2023

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

Hanoi, January 24, 2024

To: - State Securities Commission of Vietnam
- Hanoi Stock Exchange

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020, issued by the Ministry of Finance, which provides guidelines on the disclosure of information in the stock market, and in compliance with the requirement to explain fluctuations of 10% or more in after-tax profit or a loss in the reporting period compared to the same period of the previous year.

On this matter, Vietnam National Textile and Garment Group (“the Group”) (Stock Code: VGT) hereby provides an explanation of the fluctuations in after-tax profit for the Fourth Quarter of 2024 compared to Fourth Quarter of 2023 as follows:

Separate Financial Statements for the Fourth quarter of 2024:

- After-tax profit for the Fourth Quarter/2024: VND 136.632.048.592
- After-tax profit for the Fourth Quarter/2023: VND 97.878.208.613

Increase by: VND 38.753.839.979 equivalent to a 39.6% increase compared to the same period last year.

Consolidated Financial Statements for Fourth Quarter of 2024:

- After-tax profit for Fourth Quarter/2024: VND 278.652.445.606
- After-tax profit for Fourth Quarter/2023: VND 198.057.628.479

Increase by: VND 80.594.817.127, equivalent to a 40,7% increase compared to the same period last year.

Main Reasons:

The increase in after-tax profit of the separate and consolidated financial statements for the Fourth Quarter of 2024 compared to the same period is primarily due to a strong recovery in the garment market. The garment sector experienced improvements in both pricing and order volumes, benefiting from the shift in demand from other markets such as China, Bangladesh, and Myanmar. Although the fiber industry still faces challenges, the entities within the Group have closely monitored market trends, responded swiftly with accurate forecasts, and secured favorable prices for cotton and fiber at various times. Additionally,

the flexible selection of product structure and stringent production management have significantly improved the efficiency compared to the same period last year.

Vietnam National Textile and Garment Group affirms that the content of this explanation is truthful and accurate.

Sincerely,

Recipient: 

- As above;
- Archives: CD, FAD.

GENERAL DIRECTOR



Cao Huu Hieu