

**HANOI TEXTILE AND GARMENT JOINT STOCK CORPORATION**

**AUDITED COMBINED FINANCIAL STATEMENTS**  
**For the financial year ended 31 December 2024**



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## STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of Hanoi Textile and Garment Joint Stock Corporation (“the Corporation”) presents this report together with the Corporation’s audited combined financial statements for the year ended 31 December 2024.

### The Boards of Management and Directors

The members of the Boards of Management and Directors of the Corporation who held office during the year 2024 and at the date of this report are as follows:

#### **Board of Management**

Mr. Cao Huu Hieu	Chairman (from 24/4/2024)
Mr. Nguyen Song Hai	Chairman (before 24/4/2024)
Mr. Ho Le Hung	Member
Mr. Nguyen Ngoc Cach	Member
Mr. Vuong Duc Anh	Member (before 24/4/2024)
Mr. Nguyen Tri Son	Member (from 24/4/2024)
Ms. Hoang Thuy Oanh	Member

#### **Board of Directors**

Mr. Ho Le Hung	General Director
Mr. Nguyen Tri Son	Deputy General Director (from 01/07/2024)
Mr. Nguyen Ba Khanh Tung	Deputy General Director (from 01/11/2024)
Ms. Le Thi Thu Huong	Deputy General Director (from 01/01/2025)
Mr. Nguyen Quang Huy	Managing Director (before 01/11/2024)
Ms. Le Thi Thu Huong	Managing Director (before 01/01/2025)
Mr. Dang Ngoc Quan	Managing Director

### Board of Directors’ statement of responsibility

The Board of Directors of the Corporation is responsible for preparing the combined financial statements for the financial year ended 31 December 2024, which give a true and fair view of the financial position of the Corporation, its results and cash flows for the year. In preparing these combined financial statements, the Board of Directors is required to:

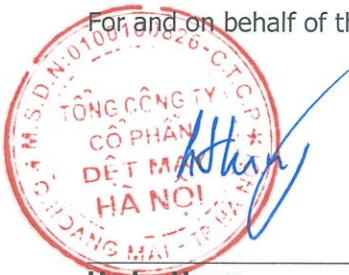
- Comply with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting Systems and related prevailing laws and regulations relating to preparation and presentation of the combined financial statements;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the combined financial statements;
- Design and implement an effective internal control system for the purpose of properly preparing the combined financial statements so as to minimize errors and frauds; and
- Prepare the combined financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business.

**STATEMENT OF THE BOARD OF DIRECTORS (CONT'D)**

The Board of Directors is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Corporation and to ensure that the combined financial statements is prepared and presented in accordance with prevailing Vietnamese accounting standards, Vietnamese Enterprise Accounting Systems and related legal regulations. It is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Directors confirms that the Corporation has complied with the above requirements in preparing the combined financial statements.

For and on behalf of the Board of Directors,



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**Ho Le Hung**  
**General Director**  
*Hanoi, 15 March 2025*



No.: 26/2025/KT-AV3-TC

**INDEPENDENT AUDITORS' REPORT****To: Share holders, Boards of Management and Directors  
Hanoi Textile and Garment Joint Stock Corporation**

We have audited the accompanying combined financial statements of Hanoi Textile and Garment Joint Stock Corporation ("the Corporation"), which were prepared as at 15 March 2025, from pages 06 to 41, comprising the combined balance sheet as at 31 December 2024, the combined income statement, the combined cash flows statement for the year then ended and the notes thereto.

**Board of Directors' responsibility**

Board of Directors is responsible for the preparation and fair presentation of the Corporation's combined financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting Systems and the relevant statutory requirements applicable to financial reporting, and for such internal control as Board of Directors determines is necessary to enable the preparation and fair presentation of combined financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' responsibility**

Our responsibility is to express an opinion on these combined financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and standards of professional conduct, plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the combined financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by Board of Directors, as well as the overall presentation of the combined financial statements.

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

**Auditors' opinion**

In our opinion, the combined financial statements give a true and fair view of, in all material respects, the financial position of Hanoi Textile and Garment Joint Stock Corporation as at 31 December 2024 and the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting Systems and the relevant statutory requirements applicable to the preparation and presentation of the combined financial statements.

### **Matters of emphasis**

As presented at Note 7.1 Held-to-maturity investments of the Notes to the financial statements, the bonds of TIZCO JSC, Bong Sen JSC, Nam Land Co., Ltd., No Va Thao Dien Co., Ltd., and Saigon Glory Co., Ltd. were purchased by the Corporation through Tan Viet Securities JSC as a depository registration agent, payment agent, representative of the bonds' owner. Tan Viet Securities JSC has committed to buy back the above bonds within 6 months from the date the Corporation owns the bonds. The repurchase commitments are due from 10/10/2022 to 06/4/2023, however, Tan Viet SJC has not completed as committed. At the same time, by 31/12/2024, the above bonds have all matured but the Corporation has not yet been paid. The Corporation has had a working document with Tan Viet Securities JSC on this issue and is waiting for agreement on a solution with Tan Viet Securities JSC. Particularly for the bonds of Saigon Glory Co., Ltd., on 02/02/2024, the Corporation confirmed "Approval" on the written opinion forms of bond owners dated 02/02/2024 on the extension of bond lots SGL-2020.03, SGL-2020.04, SGL-2020.05, determining the term and buyback plan of the issuer. Accordingly, the bond's term is extended to 2025 and the issuer will repurchase in 6 periods. In 2024, the Corporation received payment for the Saigon Glory Co., Ltd.'s bond repurchase with a total amount of VND 15,490,000,000 (equivalent to 38.44% of the original value according to par value). The Auditor's opinion is not relevant to this matter of emphasis.

### **Other matters**

The independent auditors' report is translated into English from Vietnamese version issued in Vietnam.



**Vu Thi Huong Giang**

**Deputy General Director**

Audit Practice Certificate No:

0388-2023-055-1

**For and on behalf of**

**AN VIET AUDITING COMPANY LIMITED**

*Haiphong, 15 March 2025*

**Nguyen Thi Thoa**

**Auditor**

Audit Practice Certificate No:

5264-2025-055-1



COMBINED BALANCE SHEET  
As at 31 December 2024

Form B01 - DN  
Unit: VND

ITEMS	Codes	Notes	31/12/2024	01/01/2024
<b>A - CURRENT ASSETS</b>	<b>100</b>		<b>344,126,779,734</b>	<b>398,381,044,347</b>
<b>I- Cash and cash equivalents</b>	<b>110</b>	<b>5</b>	<b>35,857,406,384</b>	<b>48,133,357,064</b>
1. Cash	111		1,857,406,384	13,033,357,064
2. Cash equivalents	112		34,000,000,000	35,100,000,000
<b>II- Short-term financial investments</b>	<b>120</b>		<b>131,991,647,850</b>	<b>160,450,200,500</b>
1. Held-to-maturity investments	123	<b>7.1</b>	131,991,647,850	160,450,200,500
<b>III- Short-term receivables</b>	<b>130</b>		<b>44,350,899,070</b>	<b>30,186,552,892</b>
1. Short-term trade receivables	131	<b>6</b>	109,787,215,837	85,919,492,448
2. Short-term advances to suppliers	132		7,326,347,329	2,453,434,374
3. Short-term loan receivables	135	<b>7.2</b>	2,000,000,000	-
4. Other short-term receivables	136	<b>8.1</b>	4,114,414,428	4,187,282,029
5. Provision for short-term doubtful debts	137	<b>9</b>	(78,877,078,524)	(62,373,655,959)
<b>IV- Inventories</b>	<b>140</b>		<b>126,470,094,585</b>	<b>151,915,820,712</b>
1. Inventories	141	<b>11.1</b>	126,470,094,585	153,124,208,420
2. Provision for devaluation inventories	149	<b>11.2</b>	-	(1,208,387,708)
<b>V- Other current assets</b>	<b>150</b>		<b>5,456,731,845</b>	<b>7,695,113,179</b>
1. Short-term prepayments	151	<b>12.1</b>	1,009,164,721	800,635,321
2. Valued added tax deductibles	152		282,519,480	1,705,478,263
3. Taxes and other receivables from the State budget	153	<b>18.2</b>	4,165,047,644	5,188,999,595
<b>B- NON-CURRENT ASSETS</b>	<b>200</b>		<b>639,494,122,529</b>	<b>780,553,486,368</b>
<b>I- Long-term receivables</b>	<b>210</b>		<b>13,811,739,921</b>	<b>14,624,799,649</b>
1. Other long-term receivables	216	<b>8.2</b>	13,811,739,921	14,624,799,649
<b>II- Fixed assets</b>	<b>220</b>		<b>511,972,869,376</b>	<b>563,386,110,011</b>
1. Tangible fixed assets	221	<b>14</b>	506,675,185,953	556,765,344,021
- Cost	222		1,109,913,782,928	1,150,365,350,380
- Accumulated depreciation	223		(603,238,596,975)	(593,600,006,359)
2. Finance lease assets	224	<b>13</b>	5,297,683,423	6,620,765,990
- Cost	225		6,014,517,953	9,437,899,266
- Accumulated depreciation	226		(716,834,530)	(2,817,133,276)
3. Intangible fixed assets	227	<b>15</b>	-	-
- Cost	228		161,564,443	161,564,443
- Accumulated amortization	229		(161,564,443)	(161,564,443)
<b>III- Long-term investments</b>	<b>250</b>		<b>40,183,812,772</b>	<b>121,372,973,906</b>
1. Investments in subsidiaries	251	<b>7.3</b>	44,746,554,966	150,379,054,966
2. Investments in joint-ventures, associates	252	<b>7.3</b>	585,750,000	1,905,703,370
3. Other long-term investments	253	<b>7.3</b>	24,000,000,000	24,000,000,000
4. Provision for impairment of long-term financial investments	254	<b>7.4</b>	(29,148,492,194)	(54,911,784,430)
<b>IV- Other long-term assets</b>	<b>260</b>		<b>73,525,700,460</b>	<b>81,169,602,802</b>
1. Long-term prepayments	261	<b>12.2</b>	73,525,700,460	81,169,602,802
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>		<b>983,620,902,263</b>	<b>1,178,934,530,715</b>

COMBINED BALANCE SHEET (CONT'D)  
As at 31 December 2024

Form B01 - DN  
Unit: VND  
01/01/2024

ITEMS	Codes	Notes	31/12/2024	01/01/2024
<b>C- LIABILITIES</b>	<b>300</b>		<b>710,920,281,901</b>	<b>832,562,071,065</b>
<b>I- Current liabilities</b>	<b>310</b>		<b>406,103,156,927</b>	<b>501,405,335,935</b>
1. Short-term trade payable	311	16	90,967,655,048	128,211,909,552
2. Short-term advances from customers	312		2,235,278,068	1,964,081,933
3. Taxes and other payables to the State budget	313	18.1	2,096,739,948	725,296,670
4. Payable to employees	314		11,072,042,111	10,184,089,129
5. Short-term accrued expenses	315	17	3,118,050,993	4,309,016,211
6. Short-term unearned revenue	318	19	1,694,766,069	1,109,343,600
7. Other current payables	319	20.1	15,887,043,923	18,647,592,923
8. Short-term loans and obligations under finance leases	320	21.1	267,362,533,435	319,690,921,335
9. Bonus and welfare funds	322		11,669,047,332	16,563,084,582
<b>II- Long-term liabilities</b>	<b>330</b>		<b>304,817,124,974</b>	<b>331,156,735,130</b>
1. Long-term unearned revenue	336		-	61,729,270
2. Long-term payables	337	20.2	500,000,000	-
3. Long-term loans and obligations under finance leases	338	21.2	304,317,124,974	331,095,005,860
<b>D- EQUITY</b>	<b>400</b>		<b>272,700,620,362</b>	<b>346,372,459,650</b>
<b>I- Owners' equity</b>	<b>410</b>	<b>22</b>	<b>272,700,620,362</b>	<b>346,372,459,650</b>
1. Owners' contributed capital	411	22	205,000,000,000	205,000,000,000
- Ordinary shares with voting rights	411a		205,000,000,000	205,000,000,000
2. Investment and development fund	418	22	87,858,258,370	87,858,258,370
3. Owners' other funds	420	22	2,537,523,184	2,537,523,184
4. Undistributed earnings	421	22a	(159,627,161,192)	(85,955,321,904)
- Undistributed earnings accumulated to the prior year end	421a		(85,955,321,904)	25,017,093,419
- Undistributed earnings of the current year	421b		(73,671,839,288)	(110,972,415,323)
5. Construction investment fund	422	22	136,932,000,000	136,932,000,000
<b>TOTAL RESOURCES (440=300+400)</b>	<b>440</b>		<b>983,620,902,263</b>	<b>1,178,934,530,715</b>

Hanoi, 15 March 2025

Preparer

Chief Accountant

General Director



Nguyen Thi Phuong

Nguyen Thi Thu Thao

Ho Le Hung



COMBINED INCOME STATEMENT  
Year 2024

Form B02 - DN  
Unit: VND  
Year 2023

ITEMS	Codes	Notes	Year 2024	Year 2023
<b>1. Gross sales of merchandise and services</b>	<b>01</b>	<b>24</b>	<b>825,019,847,622</b>	<b>887,442,902,157</b>
2. Less deductions	02	24	-	-
<b>3. Net sales of merchandise and services (10=01-02)</b>	<b>10</b>	<b>24</b>	<b>825,019,847,622</b>	<b>887,442,902,157</b>
4. Cost of goods sold	11	25	804,971,364,732	882,292,019,303
<b>5. Gross profit from sales of merchandise and services (20=10-11)</b>	<b>20</b>		<b>20,048,482,890</b>	<b>5,150,882,854</b>
6. Financial income	21	26	32,664,691,069	15,747,915,726
7. Financial expenses	22	27	74,610,633,788	61,020,058,329
<i>In which: interest expense</i>	23		31,140,555,154	41,161,486,892
8. Selling expenses	25	28.1	13,071,370,556	18,317,261,849
9. General and administration expenses	26	28.2	45,875,861,612	86,275,896,377
<b>10. Operating profit {30 = 20+(21-22)-(25+26)}</b>	<b>30</b>		<b>(80,844,691,997)</b>	<b>(144,714,417,975)</b>
11. Other income	31	29	8,709,622,539	35,902,158,840
12. Other expenses	32	30	1,229,258,126	2,129,283,504
<b>13. Profit from other activities (40=31-32)</b>	<b>40</b>		<b>7,480,364,413</b>	<b>33,772,875,336</b>
<b>14. Accounting profit before tax (50=30+40)</b>	<b>50</b>		<b>(73,364,327,584)</b>	<b>(110,941,542,639)</b>
15. Current tax expense	51	32	307,511,704	30,872,684
16. Deferred tax expense	52		-	-
<b>17. Net profit after tax (60=50-51-52)</b>	<b>60</b>		<b>(73,671,839,288)</b>	<b>(110,972,415,323)</b>

The Corporation prepares both the separate financial statements and the consolidated financial statements, so the information about the earnings per share is presented in the consolidated financial statements in accordance with Vietnamese Accounting Standard No. 30 - Earnings per share.

Hanoi, 15 March 2025

Preparer

Chief Accountant

General Director





Nguyen Thi Phuong

Nguyen Thi Thu Thao

Ho Le Hung

COMBINED CASH FLOWS STATEMENT  
(Indirect method)  
Year 2024

Form B03 - DN  
Unit: VND  
Year 2023

ITEMS	Codes	Notes	Year 2024	Year 2023
<b>I. Cash flows from operating activities</b>				
<b>1. Profit before tax</b>	<b>01</b>		<b>(73,364,327,584)</b>	<b>(110,941,542,639)</b>
<b>2. Adjustments for</b>				
- Depreciation and amortization of fixed assets and investment properties	02	<b>13,14,15</b>	54,388,240,635	57,098,656,551
- Provisions	03		(10,468,257,379)	(14,473,961,748)
- Foreign exchange differences upon revaluation of monetary items denominated in foreign currency	04		9,597,828,033	(645,683,285)
- (Profits)/losses from investing activities	05		80,120,166,271	(9,062,119,970)
- Interest expenses	06	<b>27</b>	31,140,555,154	41,161,486,892
<b>3. Operating profit before changes in working capital</b>	<b>08</b>		<b>91,414,205,130</b>	<b>(36,863,164,199)</b>
- (Increase)/decrease in receivables	09		(25,098,022,271)	26,070,491,490
- (Increase)/decrease in inventories	10		26,654,113,835	129,301,675,781
- Increase/(decrease) in payables	11		(38,956,296,547)	(46,170,866,881)
- (Increase)/decrease in prepayments	12		7,435,372,942	7,148,712,997
- Interest paid	14		(31,032,773,138)	(41,282,333,801)
- Corporate income tax paid	15	<b>18</b>	-	-
- Other cash inflows from operating activities	16		284,348,368	2,319,706,823
- Other cash outflows from operating activities	17		(4,959,973,890)	(5,567,486,225)
<b>Net cash flows from operating activities</b>	<b>20</b>		<b>25,740,974,429</b>	<b>34,956,735,985</b>
<b>II. Cash flows from investing activities</b>				
1. Payments for purchases and construction of fixed assets	21		(2,414,139,929)	(4,738,347,242)
2. Proceeds from sales, disposals of fixed assets	22	<b>29</b>	2,070,153,671	636,363,636
3. Payments for loans granted, purchases of debt instruments of other entities	23		(8,931,447,350)	(46,625,700,500)
4. Proceeds from collection of loans, sales of debt instruments of other entities	24		35,390,000,000	202,900,000,000
5. Proceeds from sales of investments in other entities	26		6,952,453,370	-
6. Interest and dividends received	27		17,785,127,693	13,952,885,461
<b>Net cash flows from investing activities</b>	<b>30</b>		<b>50,852,147,455</b>	<b>166,125,201,355</b>
<b>III. Cash flows from financing activities</b>				
1. Proceeds from borrowings	33		523,333,948,151	823,264,427,517
2. Repayments of borrowings	34		(610,160,953,944)	(1,008,743,823,628)
3. Finance lease principal repayments	35		(2,043,848,578)	(6,947,048,118)
<b>Net cash flows from financing activities</b>	<b>40</b>		<b>(88,870,854,371)</b>	<b>(192,426,444,229)</b>
<b>Net increase/(decrease) in cash and cash equivalents (50=20+30+40)</b>	<b>50</b>		<b>(12,277,732,487)</b>	<b>8,655,493,111</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>60</b>	<b>5</b>	<b>48,133,357,064</b>	<b>39,482,224,220</b>
Effect of foreign exchange differences	61		1,781,807	(4,360,267)
<b>Cash and cash equivalents at the end of the year (70=50+60+61)</b>	<b>70</b>	<b>5</b>	<b>35,857,406,384</b>	<b>48,133,357,064</b>

The notes are applied for the figures in the current year.

Preparer

Nguyen Thi Phuong

Chief Accountant

Nguyen Thi Thu Thao

Hanoi, 15 March 2025  
General Director



Ho Le Hung



**NOTES TO COMBINED FINANCIAL STATEMENTS**

**FORM B09 - DN**

*(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)*

**1. GENERAL INFORMATION**

**1.1 Structure of ownership:**

Hanoi Textile & Garment Joint Stock Corporation ("the Corporation" in short) has head office at No.25, Lane 13, Linh Nam Street, Mai Dong Ward, Hoang Mai District, Hanoi (transaction office is located at 8th floor, Nam Hai Lake View Building, Vinh Hoang urban area, Hoang Mai District, Hanoi). The Corporation's precursor is Hanoi Textile & Garment Company under Vietnam Textile & Garment Group, which is equitized under Decision No.2636/QD-BCN dated 30/7/2007 of the Ministry of Industry (currently Ministry of Industry and Trade) and Decision No.2318/QD-BCT dated 24/12/2007 of the Ministry of Industry and Trade. Business registration certificate No.0100100826 dated 22/01/2008, and tenthly amended certificate on 05/9/2024 granted by Hanoi Planning and Investment Department.

Charter capital VND 205,000,000,000, par value per share is VND 10,000/share.

Number of employees as of 31/12/2024 is 1,441 people (as of 01/01/2024 is 1,885 people).

**1.2 Business field:** producing, trading and service.

**1.3 Business activities:**

- Doing business in raw cotton, fibers, accessories, chemicals (except for banned chemical products); dyes; equipment and industrial machinery, electric materials, electronic, plastic, rubber, consumer goods. Trading in products of textile and garment, raw materials, accessories, spare parts, garment packaging;
- Export and import raw cotton, fibers, accessories, chemicals (except for banned chemical products); dyes; equipment and industrial machinery; electric materials, electronic, plastic, rubber, consumer goods. Export and import products of textile and garment, raw materials, accessories, equipment, spare parts and garment packaging;
- Manufacturing in raw cotton, fibers, accessories, chemicals (except for banned chemical products); dyes; equipment and industrial machinery, electric materials, electronic, plastic, rubber, consumer goods. Manufacturing in products of textile and garment, raw materials, accessories, equipment, spare parts and garment packaging;
- Warehouse and office leasing.

**1.4 Normal production and business cycle:** within 12 months.

**1.5 Characteristics of the Corporation's business activities in the financial year that affect the combined financial statements:** there is not any activity which have material effect on the combined financial statements of the Corporation.

**1.6 Corporation's structure:**

Entity	Address	Main business activities
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**A Subordinate entities with dependent accounting (centralized accounting at the Corporation)**

1 Hanoi Textile & Garment Joint Stock Corporation's Branch - Show room in Vinh City	No.33 Nguyen Van Troi, Ben Thuy District, Vinh City, Nghean	Stop operation
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**B Subordinate entities with independent accounting (separate operation result with the Corporation)**



**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

**FORM B09 - DN**

*(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)*

Entity	Address	Main business activities
1 Hanoi Textile & Garment Joint Stock Corporation's Branch	Km 12, highway 18, Viet Hung Commune, Que Vo District, Bacninh province	Textile
2 Hanoi Textile & Garment Joint Stock Corporation's Branch	Nam Giang Industrial Zone, Nam Giang Commune, Nam Dan District, Nghean province	Textile
3 Hanoi Textile & Garment Joint Stock Corporation's Branch	Dong Van 2 Industrial Zone, Bach Thuong Ward, Duy Tien Town, Hanam Province	Textile
<b>C Subsidiaries</b>		
1 Hanosimex - Haiphong Trade JSC	No. 508 Le Thanh Tong, Van My Ward, Ngo Quyen District, Haiphong	Service
2 Haiphong - Hanosimex Garment JSC	No.226 Le Lai, Ngo Quyen, Haiphong	Stop operation
3 Hanosimex Fashion JSC	1st floor, Nam Hai Lake View building, Lot 1-9A, Vinh Hoang urban area, Hoang Van Thu, Hoang Mai, Hanoi	Textile
4 Hanosimex Ha Dong Textile JSC	Land plots 2, 3, 4, Dong Van II Industrial Zone, Bach Thuong Ward, Duy Tien Town, Hanam Province	Textile
5 Hanosimex Knitting JSC	Pho Noi B Textile Industrial Zone, Nghia Hiep Textile Commune, Yen My District, Hungyen	
<b>D Joint ventures, associates</b>		
1 Coffee Indochine JSC	No.20 Linh Nam, Mai Dong Ward, Hoang Mai District, Hanoi	Stop operation

**1.7 Disclosure of information comparability in the combined financial statements:** comparable.

**2. ACCOUNTING PERIOD AND ACCOUNTING CURRENCY**

The Corporation's fiscal year begins on 1 January and ends on 31 December.

The currency unit used in accounting period is Vietnamese Dong (VND).

**3. ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM APPLIED**

The combined financial statements are expressed in Vietnamese Dong (VND) and prepared under the accounting principles in conformity with the Vietnamese Enterprise Accounting Systems issued in pursuance of Circular No. 200/2014/TT-BTC dated 22/12/2014 and Circular No. 53/2016/TT-BTC dated 21/3/2016 of Ministry of Finance, Vietnamese Accounting Standards, and the relevant statutory requirements applicable to combined financial reporting.

**4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**4.1 Basis of preparation of combined financial statements**

The combined financial statements are prepared on the accrual basis (except for the information related to cash flows).

The combined financial statements of the Corporation are prepared on the basis of combining the financial statements of the Corporation's office and Corporation's branches after eliminating the balances of inter - Corporation liabilities revenue and expenses.

The combined financial statements is translated into English from Vietnamese version issued in Vietnam.



**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

**FORM B09 - DN**

*(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)*

**4.2 Estimates**

The preparation of combined financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting Systems and the relevant statutory requirements applicable to combined financial reporting requires the Board of Directors to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the fiscal year. Actual results could differ from those estimates.

**4.3 Convention of foreign currency translation**

During the year, transactions arising in foreign currencies are translated into VND at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognized in financial income (if gain) and financial expense (if loss). Monetary items denominated in foreign currencies are translated using exchange rate ruling at the balance sheet date. Foreign exchange differences arising from revaluation are reflected in the Foreign exchange rate differences account and the balance of this account is transferred to the financial expenses at the end of the year.

Exchange rate for transactions denominated in foreign currency during the year:

- Exchange rate when recording receivables is the buying rate of the commercial bank where the enterprise assigns the customers to pay at the time of transaction;
- Exchange rate when recording payables is the selling rate of the commercial bank where the enterprise expects to have transactions at the time of transactions;
- For purchases of assets or expenses paid in foreign currency (not through payables): The exchange rate is the buying rate of the commercial bank where the enterprise makes payments.

The exchange rate when revaluation of monetary items denominated in foreign currencies at the combined balance sheet date:

- The exchange rate when revaluation of monetary items denominated in foreign currencies classified as assets is the buying rate of the BIDV at the combined balance sheet date (VND 25,349/USD). For the bank deposits denominated in foreign currency is the buying rate of the bank where the enterprise opens foreign currency account;
- The exchange rate when revaluation of monetary items denominated in foreign currencies classified as liabilities is the selling rate of BIDV at the combined balance sheet date (VND 25,551/USD). For the bank borrowings denominated in foreign currency is the selling rate of such bank. Particularly, the loan of Vietnam National Textile and Garment Group (re-borrowing from ADB) is assessed at the foreign currency selling rate of BIDV at the time of the combined financial statements (VND 25,551/USD).

**4.4 Cash and cash equivalents**

Cash comprise cash on hand and demand deposits of the Corporation as at the year end.

Cash equivalents comprise short-term investments with maturity less than 3 months since the date of investment can be converted easily into a certain amount of cash and there is no risk in conversion into cash at the reporting date and recorded in accordance with Vietnamese Accounting Standard No. 24 - Cash flow statement.



**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

**4.5 Financial investments**

**4.5.1 Held-to-maturity investments**

Reflecting the investments that the Corporation has intention and ability to hold to maturity with remaining maturity not exceeding 12 months (short-term) from the reporting date, are time deposits and Bonds of TIZCO JSC, Bong Sen Corporation, Nam Land Co., Ltd., No Va Thao Dien Co., Ltd. and Saigon Glory Co., Ltd.

Held-to-maturity investments are initially recognized at cost. After initial recognition, these investments are recorded at recoverable value. Interest incurred is recorded in financial income.

The Corporation bases on the remaining term from the reporting date to classify held-to-maturity investments as long-term or short-term.

Provision for held-to-maturity investments is similar to receivables unlikely to recover, is made similarly to bad debts according to note No. 4.6.

**4.5.2 Loan receivables**

Reflecting the loans by contracts between the Corporation and Halotexco Garment JSC with remaining recoverable term not exceeding 12 months (short-term) at the reporting date. Loans are recorded at cost. Interest from loans is recorded in the financial income when incurred.

The Corporation bases on the remaining term from the reporting date to classify loan receivables as long-term or short-term.

**4.5.3 Investments in other entities**

***Investments in subsidiaries:***

Reflecting the investments which the Corporation holds more than 50% voting rights and the right to control, to govern the financial and operating policies of the investee (subsidiary) in order to gain economic benefits from the operation of such enterprises or companies.

Investments in subsidiaries are recorded initially at purchasing date (having right to control, to govern) under cost. Value of investments in subsidiaries as at 31/12/2024 is cost plus (+) added value due to revaluating when equalization.

Haiphong - Hanosimex Garment JSC (subsidiary) is on dissolution procedures based on the resolution of the Shareholders dated 18/5/2013.

During the year, the Corporation divested all investment capital at Halotexco Garment JSC through private offering method and dissolved Hanosimex Hanam One member Company limited from 15/7/2024.

Dividends, profits distributed in cash or non-cash assets for the period after the date of acquisition is accounted as revenue from financial activities in accordance with the fair value at the date of receipt. During the year, the Corporation has recorded distributed dividends from Hanosimex Ha Dong Textile JSC, which is VND 1,557,067,500.

***Investments in associates:***

Reflecting the investments which the Corporation directly or indirectly holds from 20% to under 50% voting shares of the investee (associated company) without any other agreement.



**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

**FORM B09 - DN**

*(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)*

Associated company is the enterprise which the Corporation has significant influence but does not have right to control over the financial policies and activities. Significant influence represents the right to participate in making policy decisions about financial policies and business operations of the investee but not control those policies.

Investments in associates are initially recognized at the time of contribution (significant influence) at cost. The value of investments in associated companies at 31/12/2024 is cost plus (+) added value due to revaluation of equalization.

During the year, the Corporation divested all investment capital at Hanosimex Dong My Garment JSC through private offering method.

Dividends, profits distributed for the period after the date of acquisition is accounted as revenue from financial activities at the date are entitled to receive. During the year, the Corporation recorded dividends from Hanosimex Dong My Garment JSC, which is VND 289,750,000.

***Investment in other companies:***

Is the investments in equity instruments but the Corporation does not have right to control, joint-control or significant influence on the investee.

The investment in other entities shall be recorded at cost. The value of investments in other companies at 31/12/2024 is cost plus (+) added value due to revaluation of equalization.

Provision for impairment of investments in subsidiaries, associates and other capital contribution is the excess of cost over the ownership of the Corporation based on the accounting book of the investee. Financial statements of the investee is used for determining the ownership of the Corporation is the investee's audited separate financial statements.

**4.6 Receivables and provision for doubtful debts**

Receivables are monitored detailed under the original terms, remaining terms at the reporting date, the receivable objects, receivable foreign currencies and other factors for the Corporation's management purpose. The classification of receivables is trade receivables, other receivables shall comply with the principles:

- Trade receivables include commercial receivables incurred from purchase-sale transactions;
- Other receivables include non-commercial or non-trading receivables.

The Corporation bases on the remaining term or expected recovery time at the reporting date receivables to classify as long-term or short-term and the revaluation of monetary items denominated in foreign currencies according to the principles as presented in the note No. 4.3.

Receivables are recognized not exceeding the recoverable value. Provision for doubtful debts is made for receivables that are overdue for six months or more, or receivables that the debtor has difficulty in paying due to dissolution, bankruptcy or other difficulties.

**4.7 Inventories**

Inventories are stated at the lower of cost and net realizable value. Cost comprises purchase price, processing cost and other direct attributable expenses that have been incurred in bringing the inventories to their present location and condition. Net realizable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing and selling.

Inventories are calculated using the quarterly weighted average method.



**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

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*(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)*

Inventories are recorded by perpetual method.

Work in progress is estimated with major raw material cost in manufacturing stage.

Cost of finished goods is determined by the simple method.

**4.8 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation. Tangible fixed assets are recognized under the historical cost, except for some revalued tangible fixed assets when determining the enterprise value for equitisation.

The costs of tangible fixed assets arising from purchases and self-constructions comprise all costs of bringing the tangible fixed assets to their working condition for their intended use.

Tangible fixed assets are depreciated using the straight-line method, depreciation value is based on net book value over the remaining useful lives. The estimated useful lives are as follows:

	<u>Number of years</u>
Buildings and structures	07 - 45
Machinery and equipment	04 - 15
Motor vehicles and transmission equipment	07 - 10
Office equipment	03 - 08

**4.9 Finance leased assets**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. The ownership of assets can be transferred at the end of lease term.

Assets held under finance leases are recognized as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments plus all initial expenses directly related to finance leases. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss.

Finance leased assets are depreciated over their estimated useful lives similar to those applied to the Corporation's owned assets, including machinery and equipment with depreciation periods ranging from 09 to 15 years.

**4.10 Intangible fixed assets and amortization**

Intangible fixed assets are stated at cost less accumulated amortization. Tangible fixed assets are recognized under the historical cost.

Intangible fixed assets represent computer software, which is Sewan management software is initially recognized at its handover-value from Hanosimex Hanam One member Company limited under the Decision No. 01-18 dated 01/02/2018 of such the Company's Director. Computer software is fully amortized but is in usage.

**4.11 Prepayments**

Prepayments are recorded at actual incurred, including office rental, insurance expense, infrastructure and machinery rental, land rent, fixed asset repair costs, consuming tools and equipment and others. Specifically:



**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

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*(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)*

- Office rental and insurance expense are charged to the income statement using the straight-line method from 03 to 12 months when incurred or basing on the renting time stated in the contracts;
- Infrastructure, tools and equipment rentals are stated in Contract No. 0311DHSD/HDMB dated 23/02/2011 and Appendix No.01/2012 dated 26/4/2012 for the renting duration of 15/3/2011 to 14/3/2026, Contract No.0112/2015/HDTLĐ-HN dated 01/12/2015 for the renting duration of 01/12/2015 to 18/10/2056;
- Actual costs (costs of compensation for site clearance and ground leveling) for the right to use 68,540 m<sup>2</sup> of land in Nam Giang Industrial Park, Nam Giang Commune, Nam Dan District, Nghe An Province with the rental period from 01/8/2012 to 12/11/2060;
- Actual costs (costs of compensation for site clearance and ground leveling) for the right to use 48,055.6 m<sup>2</sup> of land in Nghi Lam commune, Nghi Loc District, Nghe An Province with the rental period from 10/6/2019 to 13/6/2068;
- Repair costs of fixed assets arising once with great value since the Corporation does not accrue expenses for overhaul of fixed assets, are amortized on straight-line basis up to 36 months from the date that they incurred;
- Expenditures on consuming tools, supplies, rotating package and others are amortized on straight-line basis up to 36 months from the date that they incurred.
- Repair and renovation costs of Nghi Loc factory, Nam Dan factory and other expenses are charged to the income statement using the straight-line method from 12 to 92 months from the date of occurrence.

The Corporation based on prepayment term for contract or allocation time of each type of costs to classify short-term or long-term prepayments and not make the reclassifications at the reporting date.

#### **4.12 Payables**

The payables are monitored detailedly under the original terms, the remaining terms at the reporting date, the payable objects, type of payables denominated in foreign currency and other factors according to the Corporation's management purpose. The classification of payables such as trade payables, other payables must be implemented the following principles:

- Trade payables include commercial payables incurred from purchase-sale transactions;
- Other payables include non-commercial or non-trading payables.

The Corporation bases on the remaining term or expected payment time at the reporting time of the liabilities to classify them as long-term or short-term and re-evaluate monetary items denominated in foreign currencies according to principles as described in Note 4.3.

The payables are recorded not less than the payment obligations. In case there is evidence that a loss is likely occurred, the Corporation recognizes immediately a payable under the precautionary principle.

#### **4.13 Loans and finance lease liabilities**

The loans and finance lease liabilities are loans and finance lease liabilities. The loans and finance lease liabilities are monitored detailed for each loan object, loan agreement, and loan asset; for the term of loan and finance lease liabilities and type of foreign currency. The loans with the remaining term more than 12 months from the reporting date are presented as long-term loans and finance



**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

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*(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)*

lease liabilities. The due loans within the next 12 months from the reporting date are presented as short-term loans and finance lease liabilities. The loans denominated in foreign currency are revalued according to the principles as mentioned in the note No. 4.3.

**4.14 Borrowing costs**

Borrowing cost is charged to operation expenses during the period when incurred.

**4.15 Accrued expenses**

Accrued expenses are recognized on the basis of the proper estimated cost of goods and services used during the period due to without or insufficient documents, accounting records, including: Interest expenses, brokerage commissions and other expenses incurred in the year.

**4.16 Unearned revenue**

Unearned revenue is recognized on the basis of the amount of customers paying in advance for one or more of the accounting periods on rental properties; the difference with the selling price of the asset higher than the net book value of fixed assets in the sale and leaseback transaction of finance lease.

Unrealized revenue is allocated to cost reduction on a straight-line basis over amount received, advance collected or the sublease period for asset sales and subleases that are finance leases.

**4.17 Owners' equity**

Owners' capital at the year-end include shareholders' equity inside and outside of the Corporation and are recorded according to paid in capital of shareholders with par value of the issued shares.

During the year, the Corporation did not distribute profits according to the Resolution of the 2024 Annual General Meeting of Shareholders dated 24/4/2024 due to negative profits.

**4.18 Revenue and other income**

***Revenue recognition from goods sold if simultaneously satisfying the following conditions:***

- The Corporation transferred most of risks and benefits associated with ownership of goods to the customers;
- The Corporation did not hold the right to manage goods as the owners or the right to control goods;
- The revenue is measured reliably.
- The Corporation received or will receive economic benefits from the sale transactions;
- The costs related to the sale transactions may be determined.

***Revenue recognition from services rendered if simultaneously satisfying the following conditions:***

- Revenue is measured reliably.
- The Corporation received or will receive economic benefits from the sale transactions;
- The completed work is determined at the reporting date;
- Incurred costs for the transaction and the costs to complete the transaction of providing such services is determined.

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

**Revenue from processing**

Revenue from processing activities of materials and goods is the actual processing amount earned, not including the value of supplies and goods being processed.

**Financial income** comprises deposit and lending interest, gains from sale of investments, dividends paid and gains from foreign exchange differences. Detailed as follows:

- Interest income is recognized reliably on the balances of deposits, loans and periodic actual interest.
- Gains from sale of investments are recorded at the amount actually received from the sale of investments.
- Dividends are recorded in accordance with the announcement.
- Exchange differences reflect actual exchange rate differences arising during the period of transactions denominated in foreign currencies.

**Other income** reflects income arising from the events or separate transactions with normal business operations of the Corporation, besides the above revenue.

**4.19 Cost of sales**

Cost of sales is the cost value of products, goods and services sold during the period are recorded at the actual incurred matching revenue and the reversal for inventory devaluation.

**4.20 Financial expenses**

Financial expenses comprise interest expenses, losses from exchange differences, provision for decrease in value of investments and others. Details are as follows:

- Interest expense is based on actual loans and periodic interest expense.
- Foreign exchange differences: reflect losses from the actual exchange differences of arising transactions denominated in foreign currencies during the period and losses from the exchange differences due to the revaluation of monetary items denominated in foreign currencies at the reporting date.
- Provision for decrease in value of investments is made under the regulations in the note No 4.5.3.
- Other financial expenses are losses due to the dissolution of Hanosimex Hanam One member Company limited.

**4.21 Selling expenses, general and administrative expenses**

Selling expenses represent the actual expenses incurred in the process of selling products, goods and service rendered of the accounting period, including: brokerage commission expenses, warranty costs; costs of packaging, shipping, etc.

General and administrative expenses represent the general management expenses of the Corporation incurred in the accounting period, including the salary expenses of management staff; social insurance, health insurance, trade union fees, unemployment insurance of management staff; expenses of office materials, work tools; depreciation of fixed assets for management; land rentals and license tax; outsourcing services (electricity, water, telephone ...); other cash expenses (guests, customer conferences, etc.)



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

4.22 Taxation

The Corporation's business results for the financial year 2024 is at a loss, therefore, taxable income is negative and current corporate income tax expense is zero (0). Current income tax expense reflects the amount of additional corporate tax payables due to immaterial errors in last year.

Taxed income might differ from accounting profit before tax as reported in the combined income statement because it excludes items of income or expense that is taxable or deducted in other years and it further excludes items that are never taxable or deductible.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

4.23 Related parties

Parties are considered to be related parties of the Company 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 policy decisions, or when the Company and the other party are under common control or common significant influence. Related party may be organizations or individuals, including close family members of individuals considered to be related.

The transactions and balances with related parties do not have to be presented in the combined financial statements since these financial statements are prepared and issued in the same time with the consolidated financial statements of the Corporation.

5. CASH AND CASH EQUIVALENTS

	<b>31/12/2024</b>	<b>01/01/2024</b>
	<b>VND</b>	<b>VND</b>
Cash on hand	342,743,242	210,469,656
Demand deposits	1,514,663,142	12,822,887,408
Cash equivalents	34,000,000,000	35,100,000,000
<b>Total</b>	<b><u>35,857,406,384</u></b>	<b><u>48,133,357,064</u></b>

6. TRADE RECEIVABLES

	<b>31/12/2024</b>	<b>01/01/2024</b>
	<b>VND</b>	<b>VND</b>
<b>Short-term</b>	<b>109,787,215,837</b>	<b>85,919,492,448</b>
SINGTEX PTE. LTD	12,882,788,424	-
Vinatex - Hong Linh JSC	11,778,038,042	-
Trade receivables from other customers	85,126,389,371	85,919,492,448



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

7. FINANCIAL INVESTMENTS

7.1 Held-to-maturity  
investments

	31/12/2024		01/01/2024	
	VND		VND	
	Cost	Carrying amount	Cost	Carrying amount
<b>Short-term</b>	<b>131,991,647,850</b>	<b>131,991,647,850</b>	<b>160,450,200,500</b>	<b>160,450,200,500</b>
Time deposits at VietA Bank - Hanoi Branch	-	-	13,000,000,000	13,000,000,000
Time deposits at BIDV - Transaction Office 1 Branch	581,647,850	581,647,850	550,200,500	550,200,500
Bonds of TIZCO JSC (*)	52,600,000,000	52,600,000,000	52,600,000,000	52,600,000,000
Bonds of Bong Sen Corporation (*)	23,000,000,000	23,000,000,000	23,000,000,000	23,000,000,000
Bonds of Nam Land Co., Ltd. (*)	16,000,000,000	16,000,000,000	16,000,000,000	16,000,000,000
Bonds of No Va Thao Dien Co., Ltd. (*)	15,000,000,000	15,000,000,000	15,000,000,000	15,000,000,000
Bonds of Saigon Glory Co., Ltd. (*)	24,810,000,000	24,810,000,000	40,300,000,000	40,300,000,000

(\*) The bonds of TIZCO JSC, Bong Sen JSC, Nam Land Co., Ltd., No Va Thao Dien Co., Ltd., and Saigon Glory Co., Ltd. were purchased by the Corporation through Tan Viet Securities JSC as a depository registration agent, payment agent, representative of the bonds' owner. Tan Viet Securities JSC has committed to buy back the above bonds within 6 months from the date the Corporation owns the bonds. The repurchase commitments are due from 10/10/2022 to 06/4/2023, however, Tan Viet SJC has not completed as committed. At the same time, by 31/12/2024, the above bonds have all matured but the Corporation has not yet been paid. The Corporation has had a working document with Tan Viet Securities JSC on this issue and is waiting for agreement on a solution with Tan Viet Securities JSC. Particularly for the bonds of Saigon Glory Co., Ltd., on 02/02/2024, the Corporation confirmed "Approval" on the written opinion forms of bond owners dated 02/02/2024 on the extension of bond lots SGL-2020.03, SGL-2020.04, SGL-2020.05, determining the term and buyback plan of the issuer. Accordingly, the bond's term is extended to 2025 and the issuer will repurchase in 6 periods. In 2024, the Corporation received payment for the Saigon Glory Co., Ltd.,'s bond repurchase with a total amount of VND 15,490,000,000 (equivalent to 38.44% of the original value according to par value).

7.2 Loan receivables

	31/12/2024	01/01/2024
	VND	VND
<b>Short-term</b>	<b>2.000.000.000</b>	<b>-</b>
Halotexco Garment JSC	2.000.000.000	-

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

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7.3 Investment in other entities

31/12/2024  
VND

01/01/2024  
VND

	Historical cost	Provision	Fair value	Historical cost	Provision	Fair value
Investment in subsidiaries	44,746,554,966	(16,344,846,979)		150,379,054,966	(48,326,034,430)	
Investment in joint ventures and associates	585,750,000	(585,750,000)		1,905,703,370	(585,750,000)	
Investment in other entities	24,000,000,000	(12,217,895,215)		24,000,000,000	(6,000,000,000)	

Detailed information on investment in subsidiaries of the Corporation at the end of accounting year:

Name of subsidiary	Proportion of ownership (%)	Proportion of voting right (%)	Beneficial rate (%)	Charter capital (VND)	Historical cost (VND)	Provision (VND)	Fair value (VND)
Hanosimex - Haiphong Trade JSC	51.07	51.07	51.07	10,000,000,000	5,107,360,406	-	
Haiphong - Hanosimex Garment JSC	60.21	60.21	60.21	2,500,000,000	1,250,000,000	(1,250,000,000)	
Hanosimex Fashion JSC	65.00	65.00	65.00	9,000,000,000	5,850,000,000	-	
Hanosimex Ha Dong Textile JSC	53.23	53.23	53.23	19,500,000,000	13,039,194,560	-	
Hanosimex Knitting JSC	51.32	51.32	51.32	38,000,000,000	19,500,000,000	(15,094,846,979)	
<b>Total</b>				<b>79,000,000,000</b>	<b>44,746,554,966</b>	<b>(16,344,846,979)</b>	



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

Detailed information on investment in associates of the Corporation at the end of accounting year:

Company name	Proportion of ownership (%)	Proportion of voting right (%)	Beneficial rate (%)	Charter capital (VND)	Historical cost (VND)	Provision (VND)	Fair value (VND)
Coffee Indochina JSC	33.40	33.40	33.40	1,544,010,000	585,750,000	(585,750,000)	
<b>Total</b>				<b>1,544,010,000</b>	<b>585,750,000</b>	<b>(585,750,000)</b>	

Detailed information on investment in other entities of the Corporation at the end of accounting year as follows:

	Historical cost (VND)	Provision (VND)	Fair value (VND)
<b>Other investments</b>	<b>24,000,000,000</b>	<b>(12,217,895,215)</b>	
Lien Phuong Textile and Garment JCS	18,000,000,000	(6,526,357,220)	
Vietnam Textile and Garment Materials Producing and Trading JSC	6,000,000,000	(5,691,537,995)	

The Corporation has not determined the fair value of these investments in subsidiaries, associates and other entities because there has been no specific guidance on the fair value determination.

7.4 Provision for impairment of long-term investments

	Year 2024 VND	Year 2023 VND
<b>Opening balance</b>	<b>(54,911,784,430)</b>	<b>(50,642,915,634)</b>
Additional provision	(14,481,545,579)	(8,845,194,169)
Reverted provision	5,940,962,005	4,576,325,373
Utilized provision	34,303,875,810	-
<b>Closing balance</b>	<b>(29,148,492,194)</b>	<b>(54,911,784,430)</b>

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

8. OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Amount	Provision	Amount	Provision
<b>8.1.Short-term</b>	<b>4,114,414,428</b>	<b>(3,017,184,175)</b>	<b>4,187,282,029</b>	<b>(3,017,184,175)</b>
Interest on term deposits	156,524,671	-	131,972,306	-
Advance	195,037,694	-	239,140,161	-
Haiphong - Hanosimex Garment JSC	3,017,184,175	(3,017,184,175)	3,017,184,175	(3,017,184,175)
Chailease International Leasing Company - Hanoi Branch	248,065,453	-	426,788,370	-
Others	497,602,435	-	372,197,017	-
<b>8.2 Long-term</b>	<b>13,811,739,921</b>	<b>-</b>	<b>14,624,799,649</b>	<b>-</b>
Deposit	3,660,619,197	-	3,879,030,925	-
Compensation and support for paid land, deducted from annual payable land rent at Nghe An	10,151,120,724	-	10,745,768,724	-

9. PROVISION FOR DOUBTFUL DEBTS

	Year 2024	Year 2023
	VND	VND
<b>Short-term</b>		
<b>Opening balance</b>	<b>(62,373,655,959)</b>	<b>(12,253,529,409)</b>
Additional provision	(16,735,739,318)	(55,649,858,977)
Written back	112,316,753	5,529,732,427
Utilized provision	120,000,000	-
<b>Closing balance</b>	<b>(78,877,078,524)</b>	<b>(62,373,655,959)</b>
<i>In which:</i>		
- Trade receivables	(4,714,894,349)	(4,450,971,784)
- Other receivables	(3,017,184,175)	(3,017,184,175)
- Held-to-maturity investments	(71,145,000,000)	(54,905,500,000)



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

10. DOUBTFUL DEBTS

	31/12/2024		01/01/2024	
	Historical cost	Recoverable amount	Historical cost	Recoverable amount
<b>Total amount of receivables and loans past due</b>	<b>135,722,676,819</b>	<b>56,845,598,295</b>	<b>156,104,993,572</b>	<b>93,731,337,613</b>
<b>Trade receivables</b>	<b>8,972,676,819</b>	<b>1,240,598,295</b>	<b>9,204,993,572</b>	<b>1,736,837,613</b>
- Haiphong - Hanosimex Garment JSC	3,116,827,733	-	3,116,827,733	-
Overdue time: over 3 years				
Value of overdue receivables	3,116,827,733	-	3,116,827,733	-
- Dong Phu Spinning Joint Stock Company	2,284,143,806	-	2,284,143,806	-
Overdue time: over 3 years				
Value of overdue receivables	2,284,143,806	-	2,284,143,806	-
- Hung Thanh Spinning Joint Stock Company	1,090,508,690	-	1,090,508,690	-
Overdue time: over 3 years				
Value of overdue receivables	1,090,508,690	-	1,090,508,690	-
- BLS Garment Co., Ltd.	2,481,196,590	1,240,598,295	2,481,196,590	1,736,837,613
Overdue time: from 6 months to a year				
Value of overdue receivables	-	-	2,481,196,590	1,736,837,613
Overdue time: from 01 year to 02 years				
Value of overdue receivables	2,481,196,590	1,240,598,295	-	-
- Other objects	-	-	232,316,753	-
<b>Bonds purchased by the Corporation through Tan Viet Securities JSC</b>	<b>126,750,000,000</b>	<b>55,605,000,000</b>	<b>146,900,000,000</b>	<b>91,994,500,000</b>
- Bonds of Bong Sen Corporation	23,000,000,000	6,900,000,000	23,000,000,000	11,500,000,000
Overdue time: from a year to 2 years				
Value of overdue receivables	-	-	23,000,000,000	11,500,000,000
Overdue time: from 2 years to 3 years				
Value of overdue receivables	23,000,000,000	6,900,000,000	-	-
- Bonds of TIZCO JSC	52,600,000,000	26,300,000,000	52,600,000,000	36,820,000,000
Overdue time: from 6 months to a year				
Value of overdue receivables	-	-	52,600,000,000	36,820,000,000
Overdue time: from a year to 2 years				
Value of overdue receivables	52,600,000,000	26,300,000,000	-	-
- Bonds of Nam Land Co., Ltd.	16,000,000,000	8,000,000,000	16,000,000,000	11,200,000,000
Overdue time: from 6 months to a year				
Value of overdue receivables	-	-	16,000,000,000	11,200,000,000
Overdue time: from a year to 2 years				
Value of overdue receivables	16,000,000,000	8,000,000,000	-	-
- Bonds of No Va Thao Dien Co., Ltd.	15,000,000,000	7,500,000,000	15,000,000,000	10,500,000,000
Overdue time: from 6 months to a year				
Value of overdue receivables	-	-	15,000,000,000	10,500,000,000
Overdue time: from a year to 2 years				
Value of overdue receivables	15,000,000,000	7,500,000,000	-	-

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

	31/12/2024 VND		01/01/2024 VND	
	Historical cost	Recoverable amount	Historical cost	Recoverable amount
- Bonds of Saigon Glory Co., Ltd. <i>Overdue time: from 6 months to a year</i>	20,150,000,000	6,905,000,000	40,300,000,000	21,974,500,000
<i>Value of overdue receivables</i>	-	-	4,300,000,000	3,074,500,000
<i>Overdue time: from a year to 2 years</i>				
<i>Value of overdue receivables</i>	4,300,000,000	2,150,000,000	36,000,000,000	18,900,000,000
<i>Overdue time: from 2 years to 3 years</i>				
<i>Value of overdue receivables</i>	15,850,000,000	4,755,000,000	-	-

11. INVENTORIES

11.1 Inventories	31/12/2024 VND		01/01/2024 VND	
	Historical cost	Provision	Historical cost	Provision
Goods in transit	26,673,365,054	-	67,791,136,248	-
Raw materials	42,565,130,480	-	34,460,967,368	-
Tools and supplies	101,019,100	-	64,846,530	-
Work in process	8,543,209,193	-	5,054,794,094	-
Finished goods	48,587,370,758	-	45,752,464,180	(1,208,387,708)
<b>Total</b>	<b>126,470,094,585</b>	<b>-</b>	<b>153,124,208,420</b>	<b>(1,208,387,708)</b>

11.2 Provision for decline in value of inventories

	Year 2024 VND	Year 2023 VND
<b>Opening balance</b>	<b>(1,208,387,708)</b>	<b>(45,405,676,232)</b>
Additional provision	-	(1,208,387,708)
Reverted provision	1,208,387,708	45,405,676,232
<b>Closing balance</b>	<b>-</b>	<b>(1,208,387,708)</b>



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

12. PREPAYMENTS

	31/12/2024 VND	01/01/2024 VND
<b>12.1 Short-term</b>	<b>1,009,164,721</b>	<b>800,635,321</b>
Office rental	118,800,000	118,800,000
Insurance expense	709,082,640	665,584,099
Repair and renovation costs	174,982,081	16,251,222
Others	6,300,000	-
<b>12.2 Long-term</b>	<b>73,525,700,460</b>	<b>81,169,602,802</b>
Renting infrastructure and machinery under Contract No.0311DHSD/HDMB dated 23/02/2011	6,307,500,000	11,527,500,000
Renting infrastructure and re-renting land under Contract No.0112/2015/HDTLD-HN dated 01/12/2015	56,840,960,257	58,628,880,373
Repair and brokerage costs for factory sublease in Bac Ninh	842,950,136	1,565,478,824
Consuming tools and equipment	848,487,596	28,222,273
Site clearance costs for Nghi Loc Garment Factory project	2,998,711,525	3,067,253,497
Compensation and site clearance costs for Nam Dan 2 Garment Factory project	4,927,173,273	5,065,641,837
Others	759,917,673	1,286,625,998

13. FINANCE LEASE ASSETS

	Machinery and equipment	Unit: VND Total
<b>COST</b>		
<b>At 01/01/2024</b>	<b>9,437,899,266</b>	<b>9,437,899,266</b>
<b>Additions</b>	-	-
<b>Decreases</b>	<b>3,423,381,313</b>	<b>3,423,381,313</b>
Transfer to tangible fixed assets	3,423,381,313	3,423,381,313
<b>At 31/12/2024</b>	<b>6,014,517,953</b>	<b>6,014,517,953</b>
<b>ACCUMULATED DEPRECIATION</b>		
<b>At 01/01/2024</b>	<b>2,817,133,276</b>	<b>2,817,133,276</b>
<b>Additions</b>	<b>706,262,739</b>	<b>706,262,739</b>
Charge for the year	706,262,739	706,262,739
<b>Decreases</b>	<b>2,806,561,485</b>	<b>2,806,561,485</b>
Transfer to tangible fixed assets	2,806,561,485	2,806,561,485
<b>At 31/12/2024</b>	<b>716,834,530</b>	<b>716,834,530</b>
<b>NET BOOK VALUE</b>		
<b>At 01/01/2024</b>	<b>6,620,765,990</b>	<b>6,620,765,990</b>
<b>At 31/12/2024</b>	<b>5,297,683,423</b>	<b>5,297,683,423</b>

Finance lease assets are detailed at Note 21 - Loans and financial lease liabilities.

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

14. TANGIBLE FIXED ASSETS

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	Buildings and structures	Machinery and equipment	Motor vehicles and transmission equipment	Office equipment	Unit: VND Total
<b>COST</b>					
At 01/01/2024	474,186,865,465	655,279,670,800	18,598,885,685	2,299,928,430	1,150,365,350,380
Additions	2,350,000,000	4,048,381,313	-	124,879,300	6,523,260,613
Construction	2,350,000,000	-	-	-	2,350,000,000
Procurement	-	625,000,000	-	-	625,000,000
Transfer from financial lease fixed assets	-	3,423,381,313	-	-	3,423,381,313
Others	-	-	-	124,879,300	124,879,300
Decreases	-	44,728,249,378	2,246,578,687	-	46,974,828,065
Liquidation, disposal	-	44,603,370,078	2,246,578,687	-	46,849,948,765
Others	-	124,879,300	-	-	124,879,300
At 31/12/2024	476,536,865,465	614,599,802,735	16,352,306,998	2,424,807,730	1,109,913,782,928
<b>ACCUMULATED DEPRECIATION</b>					
At 01/01/2024	150,926,512,406	425,356,145,364	15,490,484,936	1,826,863,653	593,600,006,359
Additions	16,355,630,846	38,854,770,141	990,898,745	287,239,649	56,488,539,381
Charge for the year	16,355,630,846	36,048,208,656	990,898,745	287,239,649	53,681,977,896
Transfer from financial lease fixed assets	-	2,806,561,485	-	-	2,806,561,485
Decreases	-	44,603,370,078	2,246,578,687	-	46,849,948,765
Liquidation, disposal	-	44,603,370,078	2,246,578,687	-	46,849,948,765
At 31/12/2024	167,282,143,252	419,607,545,427	14,234,804,994	2,114,103,302	603,238,596,975
<b>NET BOOK VALUE</b>					
At 01/01/2024	323,260,353,059	229,923,525,436	3,108,400,749	473,064,777	556,765,344,021
At 31/12/2024	309,254,722,213	194,992,257,308	2,117,502,004	310,704,428	506,675,185,953

Original cost of tangible fixed assets which is fully depreciated and being in use in 31/12/2024 is VND 128,484,319,007 (at 01/01/2024 is VND 163,029,138,821).

The Corporation has mortgaged fixed assets with original cost and net book value as at 31/12/2024 of VND 874,796,755,354 and VND 422,211,541,847 respectively in order to secure the loans (at 01/01/2024 are VND 968,786,190,726 and VND 508,105,430,903).



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

15. INTANGIBLE FIXED ASSETS

	Computer software	Unit: VND Total
<b>COST</b>		
At 01/01/2024	161,564,443	161,564,443
Additions	-	-
Decreases	-	-
At 31/12/2024	<u>161,564,443</u>	<u>161,564,443</u>
<b>ACCUMULATED AMORTIZATION</b>		
At 01/01/2024	161,564,443	161,564,443
Additions	-	-
Decreases	-	-
At 31/12/2024	<u>161,564,443</u>	<u>161,564,443</u>
<b>NET BOOK VALUE</b>		
At 01/01/2024	-	-
At 31/12/2024	<u>-</u>	<u>-</u>

16. TRADE PAYABLES

	31/12/2024		01/01/2024	
	VND		VND	
	Amount	Repayment capability amount	Amount	Repayment capability amount
<b>Short-term</b>	<b>90,967,655,048</b>	<b>90,967,655,048</b>	<b>128,211,909,552</b>	<b>128,211,909,552</b>
Details by supplier account for 10% or more of total current trade payables	72,114,027,112	72,114,027,112	17,218,361,815	17,218,361,815
<i>Vietnam Textile &amp; Garment Group</i>	<i>72,114,027,112</i>	<i>72,114,027,112</i>	<i>17,218,361,815</i>	<i>17,218,361,815</i>
Others	18,853,627,936	18,853,627,936	110,993,547,737	110,993,547,737

17. ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
<b>Short-term</b>	<b>3,118,050,993</b>	<b>4,309,016,211</b>
Accrued interest	292,036,778	481,361,611
Payables fees for brokerage commissions	1,090,755,070	2,138,492,743
Others	1,735,259,145	1,689,161,857

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

18. TAXES AND OTHER PAYABLES TO THE STATE BUDGET

	01/01/2024 VND	Payable amount VND	Paid amount VND	31/12/2024 VND
Value added tax	666,435,846	16,894,618,666	15,467,305,638	2,093,748,874
Import and export duties	-	132,309,579	132,309,579	-
Corporate income tax	(4,472,428,381)	307,511,704	-	(4,164,916,677)
Personal income tax	58,729,857	656,990,987	712,860,737	2,860,107
Nature tax	-	7,853,010	7,853,010	-
Land tax, land rental	(716,440,247)	3,238,869,560	2,522,429,313	-
Other taxes	-	28,892,285	28,892,285	-
Fees, charge and other payables	-	77,036,164	77,036,164	-
<b>Total</b>	<b>(4,463,702,925)</b>	<b>21,344,081,955</b>	<b>18,948,686,726</b>	<b>(2,068,307,696)</b>
<i>Include:</i>				
18.1 Payables	725,296,670			2,096,739,948
18.2 Receivables	5,188,999,595			4,165,047,644

19. UNEARNED REVENUE

	31/12/2024 VND	01/01/2024 VND
<b>Short-term</b>	<b>1,694,766,069</b>	<b>1,109,343,600</b>
Revenue received in advance	1,694,766,069	1,109,343,600

20. OTHER PAYABLES

	31/12/2024 VND	01/01/2024 VND
<b>20.1 Short-term</b>	<b>15,887,043,923</b>	<b>18,647,592,923</b>
Trade union fees	10,976,083,357	12,749,731,315
Health insurance	928	-
Short-term collaterals and deposits received	1,411,613,973	1,411,613,973
Dividends payables	3,080,309,010	3,080,309,010
Others	419,036,655	1,405,938,625
<b>20.2 Long-term</b>	<b>500,000,000</b>	<b>-</b>
Long-term collaterals and deposits received	500,000,000	-

21. LOANS AND FINANCE LEASE LIABILITIES

	31/12/2024 VND	01/01/2024 VND
<b>21.1 Short-term</b>	<b>267,362,533,435</b>	<b>319,690,921,335</b>
Loans	265,976,788,495	317,468,349,840
Financial lease debts	1,385,744,940	2,222,571,495
<b>21.2 Long-term</b>	<b>304,317,124,974</b>	<b>331,095,005,860</b>
Loans	302,353,986,323	327,746,122,269
Financial lease debts	1,963,138,651	3,348,883,591



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

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	01/01/2024		During the year		31/12/2024
	Amount	Repayment capability amount	Increase	Decrease	
a. Loans	VND		VND		VND
<b>Short-term loans</b>	<b>319,690,921,335</b>	<b>319,690,921,335</b>	<b>552,106,797,512</b>	<b>604,435,185,412</b>	<b>267,362,533,435</b>
<b>Short-term loans (USD)</b>					
BIDV - Transaction office	257,645,581,094	257,645,581,094	326,225,652,418	470,493,781,212	113,377,452,300
Vietcombank - Chuong Duong Branch	25,273,291,943	25,273,291,943	-	25,273,291,943	-
<b>Short-term loans (VND)</b>					
BIDV - Transaction office	-	-	145,477,347,807	60,208,815,399	85,268,532,408
Vinatex Textile and Garment Northern Corporation Limited Liability Company	-	-	10,000,000,000	10,000,000,000	-
<b>Due long-term loans (USD)</b>					
Indovina Bank - Hanoi Branch	1,578,756,298	1,578,756,298	434,504,488	2,013,260,786	-
Vietnam Textile & Garment Group (lending from The Asian Development Bank) [1]	5,819,690,866	5,819,690,866	7,063,543,609	6,167,110,688	6,716,123,787
BIDV - Nghean Branch [2]	16,133,643,040	16,133,643,040	17,985,320,000	16,744,283,040	17,374,680,000
<b>Due long-term loans (VND)</b>					
BIDV - Nghean Branch [2]	11,017,386,599	11,017,386,599	13,534,684,250	11,312,070,849	13,240,000,000
Vinatex Textile and Garment Northern Corporation Limited Liability Company [4]	-	-	30,000,000,000		30,000,000,000
<b>Financial lease debts</b>					
Chailease International Leasing Company - Hanoi Branch [3]	2,222,571,495	2,222,571,495	1,385,744,940	2,222,571,495	1,385,744,940
<b>Long-term loans</b>	<b>331,095,005,860</b>	<b>331,095,005,860</b>	<b>50,138,270,652</b>	<b>76,916,151,538</b>	<b>304,317,124,974</b>
<b>Long-term loans (USD)</b>					
Indovina Bank - Hanoi Branch	395,202,638	395,202,638	-	395,202,638	-
Vietnam Textile & Garment Group	207,944,249,984	207,944,249,984	15,860,270,752	12,856,427,753	210,948,092,983

**NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)**

(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

	01/01/2024		During the year		31/12/2024	
	Amount	VND Repayment capability amount	Increase	Decrease	Amount	VND Repayment capability amount
<b>a. Loans</b>						
(lending from The Asian Development Bank) [1]						
BIDV - Nghe An Branch [2]	62,224,918,220	62,224,918,220	4,277,999,900	18,744,091,957	47,758,826,163	47,758,826,163
<b>Long-term loans (VND)</b>						
BIDV - Nghe An Branch [2]	57,181,751,427	57,181,751,427	-	13,534,684,250	43,647,067,177	43,647,067,177
Vinatex Textile and Garment Northern Corporation Limited Liability Company [4]	-	-	30,000,000,000	30,000,000,000	-	-
<b>Financial lease debts</b>						
Chailease International Leasing Company - Hanoi Branch [3]	3,348,883,591	3,348,883,591	-	1,385,744,940	1,963,138,651	1,963,138,651
<b>Total</b>	<b>650,785,927,195</b>	<b>650,785,927,195</b>	<b>602,245,068,164</b>	<b>681,351,336,950</b>	<b>571,679,658,409</b>	<b>571,679,658,409</b>

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NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

**Details of the long-term loan contracts with balance as at 31 December 2024:**

**[1] Vietnam National Textile and Garment Group, (relending the loan from The Asian Development Bank), Contract No. 07/2016/VINATEX-HANOSIMEX dated 25/02/2016:**

Balance including the original borrowing	: USD 9,527,221.80.
Loan purpose	: Financial restructuring, repayment of long-term debt at credit institutions.
Interest rate	: According to the interest rates re-borrowed from the Ministry of Finance, details include: According to 6-month USD LIBOR rate announced by ADB once every 6 months. <i>The interest rate range is 0.6% minus 0.1% deduction; Insurance fee, term of 0.2%/year; Other charges receivable by ADB (if any) as reported by ADB; Interest and fees charged by ADB (if applicable) by origin during the grace period.</i>
Term	: 20 years.
Grace term	: 04 year.
Balance as at 31/12/2024	: USD 8,518,814.01 or VND 217,664,216,770
Payables in 2025	: USD 262,851.70 or VND 6,716,123,787

**[2] BIDV - Nghe An Branch with 02 credit Contracts:**

**[2a] Credit Contract No.01/2015/215/HDTD dated 28/9/2015**

Credit limit	: VND 251,558,000,000 including VND and USD converted.
Loan purpose	: Invest in spinning factory in Dong Van II Industrial Zone - Duy Tien - Hanam.
Interest rate	: Floating interest rate in the first year since disbursement date: USD: 3.5%/year; VND: 8.0%/year. Interest rates applied for the following years: floating rate adjusted every 3 months; Adjusted interest rate is equal 12-month deposit postpaid interest rate plus margin 3.0% (USD) and 2.0% year (VND).
Overdue interest rate	: 130% of normal interest rate.
Term	: 144 months.
Collateral	: All assets formed from BIDV loan and own capital of the project of spinning factory in Dong Van II Industrial Zone - Hanam of Hanoi Textile Garment Joint Stock Corporation and other forms of guarantee in accordance with BIDV regulations.

**[2b] Credit Contract No. 01/2019/215/HDTD dated 05/10/2019**

Credit limit	: VND 104,000,000,000
Loan purpose	: Investing in building Nghi Loc garment factory.
Interest rate	: Interest rate from the first disbursement date to the end of 30/9/2020, fixed VND: 10%/year, USD: 3%/year. Interest rate from 30/9/2020 until the end of the loan term: VND equals the 24-month savings deferred interest rate + margin 3.6%/year; USD: equal to 6M LIBOR + margin 5.5%/year.
Overdue interest	: 150% of normal interest.
Term	: 120 months.
Collateral	: All assets formed in the future of Nghi Loc garment factory construction investment project.
Balances as at 31/12/2024 of the 02 contracts	: USD 2,549,156.83 or VND 65,133,506,163 and VND 56,887,0067,177.
Payables in 2025 of the 02 contracts	: USD 680,000.00 or VND 17,374,680,000 and VND 13,240,000,000.

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

**[3] Financial leasing contracts No. C230913312 dated 21/09/2023 between Chailease International Leasing Company - Hanoi Branch and Hanoi Textile and Garment JSC:**

Total value of leased assets	: VND 6,495,679,389.
Prepayment	: VND 1,299,135,878.
Lease value	: VND 5,196,543,511.
Lease interest	: 9.18%/year.
Lease term	: 45 months.
Payment methods	: Prepaid monthly
Payment date	: On 25th monthly
Deposit	: VND 324,783,969.
Price of resold assets at the end of the contract	: VND 64,956,794.

**[4] Loan Agreement No. 02/HD/VNC-HANOSIMEX dated 18/12/2023 between Vinatex Textile and Garment Northern Corporation Limited Liability Company and Hanoi Textile and Garment JSC:**

Credit limit	: VND 30,000,000,000.
Interest rate	: 6.5%/year.
Term	: 15 months from the date of disbursement.
Interest payment term	: Quarterly payment on the last day of the quarter
Principal payment term	: Last day of the loan term
Overdue interest rate	: 150% of normal interest.
Late interest rate	: 5%/year/late interest balance corresponding to the late payment period; late principal: 150% of the loan interest rate within the term
Principal repayment period	: Last day of loan term
Balance at 31/12/2024	: VND 30,000,000,000
Payables in a year	: VND 30,000,000,000

**b. Finance lease liabilities:**

Term	Year 2024 VND			Year 2023 VND		
	Total finance lease payments	Lease interest repayment	Principal repayment	Total finance lease payments	Lease interest repayment	Principal repayment
Within one year	1,656,577,240	270,832,300	1,385,744,940	2,663,612,126	441,040,631	2,222,571,495
From the second to fifth year inclusive	2,110,079,579	146,940,928	1,963,138,651	3,766,656,819	417,773,228	3,348,883,591



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

c. Repayment period long-term loans:

	Total liabilities	Under one year	Over one year to five years	Unit: VND Over five years
<b>Closing balance</b>				
Loans	369,684,790,110	67,330,803,787	125,896,941,417	176,457,044,906
<i>Long-term loans from bank and others</i>	<i>369,684,790,110</i>	<i>67,330,803,787</i>	<i>125,896,941,417</i>	<i>176,457,044,906</i>
Finance lease liabilities	3,348,883,591	1,385,744,940	1,963,138,651	-
<b>Total</b>	<b>373,033,673,701</b>	<b>68,716,548,727</b>	<b>127,860,080,068</b>	<b>176,457,044,906</b>
<b>Opening balance</b>				
Loans	362,295,599,072	34,549,476,803	145,103,579,162	182,642,543,107
<i>Long-term loans from bank and Vinatex</i>	<i>362,295,599,072</i>	<i>34,549,476,803</i>	<i>145,103,579,162</i>	<i>182,642,543,107</i>
Finance lease liabilities	5,571,455,086	2,222,571,495	3,348,883,591	-
<b>Total</b>	<b>367,867,054,158</b>	<b>36,772,048,298</b>	<b>148,452,462,753</b>	<b>182,642,543,107</b>

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

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22. OWNER'S EQUITY

MOVEMENTS IN OWNER'S EQUITY

Description	Owner' equity	Investment and development funds	Other owner' fund	Undistributed earnings	Capital construction investment fund (*)	Total
Opening balance of the previous year	205,000,000,000	72,222,574,984	2,537,523,184	44,673,381,104	136,932,000,000	461,365,479,272
Increase in the previous year	-	15,635,683,386	-	-	-	15,635,683,386
Profit distribution	-	15,635,683,386	-	-	-	15,635,683,386
Decrease in the previous year	-	-	-	130,628,703,008	-	130,628,703,008
Loss in the year	-	-	-	110,972,415,323	-	110,972,415,323
Profit distribution	-	-	-	19,656,287,685	-	19,656,287,685
Opening balance of the current year	205,000,000,000	87,858,258,370	2,537,523,184	(85,955,321,904)	136,932,000,000	346,372,459,650
Increase during the year	-	-	-	73,671,839,288	-	73,671,839,288
Decrease during the year	-	-	-	73,671,839,288	-	73,671,839,288
Loss in the year	-	-	-	-	-	-
Closing balance of the current year	205,000,000,000	87,858,258,370	2,537,523,184	(159,627,161,192)	136,932,000,000	272,700,620,362

Unit: VND

(\*) Capital construction investment is transferred from long-term loans and debts according to the Ministry of Finance's Official Letter No.15938/BTC-TCDN dated 24/11/2017 "accounting for the increase of State capital from the source of change of purpose land use of Vinatex when implementing capital construction investment projects". The General Meeting of Shareholders has approved the issue of "increasing charter capital from the source of transferring land use purpose of Vinatex when implementing investment projects for capital construction" according to the Resolution of 04/5/2018.



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

OWNER'S EQUITY IN DETAILS

Unit: VND

	Common shares	
	31/12/2024	01/01/2024
Vinatex Textile and Garment Northern Corporation limited liability Company	118,026,000,000	118,026,000,000
Other shareholders	86,974,000,000	86,974,000,000
<b>Total</b>	<b>205,000,000,000</b>	<b>205,000,000,000</b>

a. Undistributed earnings

	Year 2024 VND	Year 2023 VND
<b>At 01/01</b>	<b>(85,955,321,904)</b>	<b>44,673,381,104</b>
<b>Increase during the year</b>	-	-
<b>Decrease during the year</b>	<b>73,671,839,288</b>	<b>130,628,703,008</b>
Loss in the year	73,671,839,288	110,972,415,323
Investment and development fund	-	15,635,683,386
Welfare and bonus fund	-	4,020,604,299
<b>At 31/12</b>	<b>(159,627,161,192)</b>	<b>(85,955,321,904)</b>

b. Shares

	31/12/2024 Shares	01/01/2024 Shares
Authorized shares	20,500,000	20,500,000
Issued shares	20,500,000	20,500,000
<i>Common shares</i>	<i>20,500,000</i>	<i>20,500,000</i>
Outstanding shares in circulation	20,500,000	20,500,000
<i>Common shares</i>	<i>20,500,000</i>	<i>20,500,000</i>
Par value of an outstanding share (VND per share)	10,000	10,000

23. OFF-BALANCE SHEET ITEMS

Assets held under trust

	31/12/2024 VND	01/01/2024 VND
Materilas, goods held under trust, processed	37,700,891,712	11,008,580,670

Foreign currencies

	31/12/2024	01/01/2024
Euro (EUR)	238.80	259.18
US Dollar (USD)	7,161.83	246,952.85

Bad debts written off

	31/12/2024 VND	01/01/2024 VND
Thai Duong GAREXIM., JSC	102,351,582	102,351,582
Minh Khai Textile Company	120,000,000	-

**Total**

**222,351,582**

**102,351,582**

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

24. REVENUE

	Year 2024 VND	Year 2023 VND
<b>Revenue from goods sold and services rendered</b>	<b>825,019,847,622</b>	<b>887,442,902,157</b>
Sales of finished goods, merchandises	785,748,696,683	853,899,466,632
Rendering of services, other revenues	39,271,150,939	33,543,435,525
<b>Deductions</b>	<b>-</b>	<b>-</b>
<b>Net revenue from goods sold and services rendered</b>	<b>825,019,847,622</b>	<b>887,442,902,157</b>

25. COST OF SALES

	Year 2024 VND	Year 2023 VND
Cost of finished goods, merchandises sold	771,721,271,950	897,368,586,135
Cost of services rendered and other cost	34,458,480,490	29,120,721,692
Provision for decline in value of inventories	(1,208,387,708)	(44,197,288,524)
<b>Total</b>	<b>804,971,364,732</b>	<b>882,292,019,303</b>

26. FINANCIAL INCOME

	Year 2024 VND	Year 2023 VND
Bank and loan interest	5,440,775,928	7,768,258,712
Profit from sale of investment	10,522,086,630	-
Dividend, earnings received	1,846,817,500	757,200,000
Foreign exchange gain	14,855,011,011	7,222,457,014
<b>Total</b>	<b>32,664,691,069</b>	<b>15,747,915,726</b>

27. FINANCIAL EXPENSES

	Year 2024 VND	Year 2023 VND
Interest expense	31,140,555,154	41,161,486,892
Foreign exchange loss	28,424,109,788	15,147,514,319
Provision for diminution in value of investments	8,540,583,574	4,268,868,796
Others	6,505,385,272	442,188,322
<b>Total</b>	<b>74,610,633,788</b>	<b>61,020,058,329</b>



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

28. SELLING AND ADMINISTRATIVE EXPENSES

	Year 2024 VND	Year 2023 VND
<b>28.1 Selling expenses</b>	<b>13,071,370,556</b>	<b>18,317,261,849</b>
Brokerage commission fees	3,428,076,006	5,086,678,867
Others	9,643,294,550	13,230,582,982
<b>28.2 Administrative expenses</b>	<b>45,875,861,612</b>	<b>86,275,896,377</b>
Employees	13,929,438,551	19,760,836,688
Other administrative expenses	15,323,000,496	16,394,933,139
Provision for doubtful debts	16,623,422,565	50,120,126,550

29. OTHER INCOME

	Year 2024 VND	Year 2023 VND
Sales or disposals of fixed assets	2,070,153,671	636,363,636
Net book value of liquidated or sold fixed assets	-	(99,702,378)
Selling price of sold and re-leased fixed assets	-	6,014,517,953
Net book value of sold and re-leased fixed assets	-	(6,014,517,953)
Debts treatment	1,965,503,158	6,629,591,648
Refund of provision for payables	-	24,665,668,570
Amounts to be compensated	2,663,220,608	326,120,000
Bonus received	175,324,674	27,773,207
Interest on late payment of factory rental	918,000,000	616,285,827
Import tax refunded	805,972,996	-
Others	111,447,432	3,100,058,330
<b>Total</b>	<b>8,709,622,539</b>	<b>35,902,158,840</b>

30. OTHER EXPENSES

	Year 2024 VND	Year 2023 VND
Fines	171,751,049	132,827,209
Non-deductible input VAT	1,782,835	-
Debts treatment	164,377,206	12
Fine for contract violation	509,500,000	1,543,758,390
Goods exported for destruction	14,632,359	-
Others	367,214,677	452,697,893
<b>Total</b>	<b>1,229,258,126</b>	<b>2,129,283,504</b>

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

31. PRODUCTION COST BY NATURE

	Year 2024 VND	Year 2023 VND
Raw materials and consumables	490,735,078,437	490,007,262,971
Labour	176,323,783,324	198,615,738,932
Depreciation and amortization	54,388,240,635	57,098,656,551
Others	108,266,471,970	106,839,794,697
Provision	16,623,422,565	50,120,126,550
<b>Total</b>	<b>846,336,996,931</b>	<b>902,681,579,701</b>

32. CURRENT CORPORATE INCOME TAX EXPENSE

	Year 2024 VND	Year 2023 VND
<b>Total accounting profit (1)</b>	<b>(73,364,327,584)</b>	<b>(110,941,542,639)</b>
<b>Increase (Decrease) in accounting profit</b>		
<b>Increase (2)</b>	<b>26,683,906,681</b>	<b>34,038,079,217</b>
Remuneration of the Board of Management's members do not participate in management	225,000,000	140,000,000
Administrative and tax fines	171,751,049	132,827,209
Interest expense is allocated under Decree No. 132/2020/ND-CP dated 05/11/2020	25,699,779,226	33,393,228,180
Other non-deductible expenses	587,376,406	372,023,828
<b>Decrease (3)</b>	<b>1,846,817,500</b>	<b>757,200,000</b>
Dividends paid	1,846,817,500	757,200,000
<b>Total taxable profit (4)=(1)+(2)-(3)</b>	<b>(48,527,238,403)</b>	<b>(77,660,663,422)</b>
Corporate income tax rate (5)	20%	20%
Tax expense of current taxable income (6)	-	-
Adjustment of income tax of prior years in current year (7)	307,511,704	30,872,684
<b>Total current corporate income tax expenses (8)=(6)+(7)</b>	<b>307,511,704</b>	<b>30,872,684</b>

33. ADDITIONAL INFORMATION ON THE ITEMS OF COMBINED CASH FLOW STATEMENT

Code 14 - Interest paid includes balance as at 01/01/2024 paid during the year of VND 481,361,611, excludes amount has not been paid at 31/12/2024 of VND 589,143,627.

Code 21 - Acquisition of fixed assets and other long-term assets includes the last year amount which is paid in this year of VND 158,439,650 and excludes the amount has not been paid in the year of VND 719,299,721.

Code 27 - Interest and dividends received includes the balance as of 01/01/2024 collected in the year of VND 131,972,306 and excludes the uncollected amount as of 31/12/2024 of VND 156,524,671.

Code 33 - Proceeds from borrowings excludes amount had been reclassified of VND 69,146,534,428.

Code 34 - Repayments of borrowings excludes reclassified amount of VND 67,760,789,488 and the revalued exchange rate at 31/12/2024 of VND 9,764,585,585.

Code 35 - Finance lease principal repayments excludes reclassified amount of VND 1,385,744,940.



NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

**34. SUBSEQUENT EVENTS**

Board of Directors confirm that, in accordance to Board of Directors' judgment, in material aspects, there is no unusual events affecting the combined financial statements occurred after financial year ended as at 31 December 2024 which have influence on the Corporation's financial position, its results and cash flow for the financial year then ended.

**35. SEGMENT REPORTS**

**BUSINESS SEGMENTS**

For management purposes, the Corporation is currently organized into two operating divisions - producing division and other division. These divisions are the basis on which the Corporation reports its primary segment information.

Principal activities are as follows:

- Producing division: production and sale of fiber, garments and raw materials, spare parts included;
- Other division: assets leasing, selling waste materials,..

Segment information about the Corporation's operations is presented below:

**Year 2024**

**Combined Balance sheets at 31/12/2024**

	<b>Producing</b>	<b>Other</b>	Unit: VND <b>Total</b>
<b>Assets</b>			
Segment assets	939,202,578,178	44,418,324,085	983,620,902,263
Unallocated assets			-
<b>Total</b>			<b><u>983,620,902,263</u></b>
<b>Liabilities</b>			
Segment liabilities	709,061,900,881	1,858,381,020	710,920,281,901
Unallocated liabilities			-
<b>Total</b>			<b><u>710,920,281,901</u></b>

**Combined Income Statement in 2024**

	<b>Producing</b>	<b>Other</b>	Unit: VND <b>Total</b>
Net revenue from goods selling	785,748,696,683	39,271,150,939	825,019,847,622
Cost of goods sold	770,512,884,242	34,458,480,490	804,971,364,732
Unallocated expenses			58,947,232,168
Financial income			32,664,691,069
Financial expense			74,610,633,788
Operating profits			(80,844,691,997)
Other gains or losses			7,480,364,413
Profit before tax			(73,364,327,584)
Corporate income tax			307,511,704
<b>Profit after tax</b>			<b><u>(73,671,839,288)</u></b>

NOTES TO COMBINED FINANCIAL STATEMENTS (CONT'D)

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(The notes set out on pages 10 to 41 are an integral part of these combined financial statements)

Year 2023

Combined Balance sheets at 31/12/2023

			Unit: VND
	<u>Producing</u>	<u>Other</u>	<u>Total</u>
<b>Assets</b>			
Segment assets	1,153,580,697,767	25,353,832,948	1,178,934,530,715
Unallocated assets			-
<b>Total</b>			<b><u>1,178,934,530,715</u></b>
<b>Liabilities</b>			
Segment liabilities	831,402,077,246	1,159,993,819	832,562,071,065
Unallocated liabilities			-
<b>Total</b>			<b><u>832,562,071,065</u></b>

Combined Income Statement in 2023

			Unit: VND
	<u>Producing</u>	<u>Other</u>	<u>Total</u>
Net revenue from goods selling	853,899,466,632	33,543,435,525	887,442,902,157
Cost of goods sold	853,171,297,611	29,120,721,692	882,292,019,303
Unallocated expenses			104,593,158,226
Financial income			15,747,915,726
Financial expense			61,020,058,329
Operating profits			(144,714,417,975)
Other gains or losses			33,772,875,336
Profit before tax			(110,941,542,639)
Corporate income tax			30,872,684
<b>Profit after tax</b>			<b><u>(110,972,415,323)</u></b>

**GEOGRAPHICAL SEGMENTS**

The Board of Directors believes that the Corporation has only one geographic segment: Vietnam, therefore no geographic segment report is required.

**36. COMPARATIVE FIGURES**

Comparative figure is combined financial statements for the year 2023 audited by An Viet Auditing Company limited and certain reclassifications have been made to conform with the current year's presentation.

Preparer



Nguyen Thi Phuong

Chief Accountant



Nguyen Thi Thu Thao

Hanoi, 15 March 2025

General Director



Ho Le Hung