



**Vietnam National Textile and Garment Group**

Consolidated Interim Financial Statements

for the the year ended

31 December 2025



**Vietnam National Textile and Garment Group**  
**Consolidated balance sheet as at 31 Dec 2025**

Form B 01-DN/HN  
*(Issued under Circular No. 202/2014/TT-BTC  
dated 22 December 2014 of the Ministry of Finance)*

ASSETS		Code	Note	31/12/2025 VND	01/01/2025 VND
<b>A</b>	<b>Current assets</b> (100 = 110 + 120 + 130 + 140 + 150)	<b>100</b>		<b>10,682,747,641,699</b>	<b>9,551,568,540,428</b>
<b>I.</b>	<b>Cash and cash equivalents</b>	<b>110</b>	<b>1</b>	<b>981,165,713,088</b>	<b>1,004,605,536,998</b>
1	Cash	111		404,695,750,418	334,076,336,998
2	Cash equivalents	112		576,469,962,670	670,529,200,000
<b>II.</b>	<b>Short-term financial investments</b>	<b>120</b>		<b>3,184,714,151,464</b>	<b>2,470,361,179,586</b>
1	Held-to-maturity investments	123		3,184,714,151,464	2,470,361,179,586
<b>III.</b>	<b>Accounts receivable – short-term</b>	<b>130</b>		<b>2,677,467,301,001</b>	<b>2,605,636,273,056</b>
1	Accounts receivable from customers	131	2	2,435,875,981,417	2,275,337,763,396
2	Prepayments to suppliers – short-term	132		163,926,851,091	210,121,976,970
3	Loans receivable – short-term	135	3	2,342,860,000	4,542,860,000
4	Other receivables – short-term	136	4	411,100,059,780	438,691,971,804
5	Allowance for doubtful debts	137		(335,779,329,673)	(323,937,380,285)
6	Shortage of assets awaiting resolution	139		878,386	879,081,171
<b>IV.</b>	<b>Inventories</b>	<b>140</b>	<b>5</b>	<b>3,491,361,222,547</b>	<b>3,217,895,959,803</b>
1	Inventories	141		3,580,120,962,575	3,290,341,262,584
2	Allowance for inventories	149		(88,759,740,028)	(72,445,302,781)
<b>V.</b>	<b>Other current assets</b>	<b>150</b>		<b>348,039,253,599</b>	<b>253,069,590,985</b>
1	Short-term prepaid expenses	151		36,582,732,333	33,510,806,237
2	Deductible value added tax	152		293,534,826,802	206,720,345,742
3	Taxes and others receivable from State Treasury	153		17,725,604,631	11,656,762,056
4	Other current assets	155		196,089,833	1,181,676,950
<b>B.</b>	<b>Long-term assets</b> (200 = 210 + 220 + 230 + 240 + 250 + 260)	<b>200</b>		<b>9,900,991,095,730</b>	<b>9,714,281,621,524</b>
<b>I.</b>	<b>Accounts receivable – long-term</b>	<b>210</b>		<b>44,195,408,310</b>	<b>48,299,560,798</b>
1	Prepayments to suppliers – long-term	212		-	-
2	Loans receivable – long-term	215	3	-	2,342,860,000
3	Other long-term receivables	216	4	150,305,333,106	152,066,625,594
4	Allowance for doubtful long-term debts	219		(106,109,924,796)	(106,109,924,796)
<b>II.</b>	<b>Fixed assets</b>	<b>220</b>		<b>5,033,118,142,624</b>	<b>5,553,947,899,230</b>
1	Tangible fixed assets	221	6	<b>4,867,414,126,587</b>	<b>5,306,725,844,505</b>
	Cost	222		14,268,271,177,275	14,183,089,852,907
	Accumulated depreciation	223		(9,400,857,050,688)	(8,876,364,008,402)
2	Finance lease tangible fixed assets	224		<b>128,350,063,497</b>	<b>154,704,015,687</b>
	Cost	225		158,927,375,784	176,072,027,534
	Accumulated depreciation	226		(30,577,312,287)	(21,368,011,847)

ASSETS		Code	Note	31/12/2025 VND	01/01/2025 VND
3	Intangible fixed assets	227	7	37,353,952,540	92,518,039,038
	Cost	228		81,264,545,545	151,254,837,986
	Accumulated amortisation	229		(43,910,593,005)	(58,736,798,948)
III.	Investment property	230	8	434,943,954,912	264,931,476,421
	Cost	231		557,602,918,385	366,591,995,896
	Accumulated depreciation	232		(122,658,963,473)	(101,660,519,475)
IV.	Long-term work in progress	240		589,114,922,116	400,958,692,169
	Long-term work in progress	241		-	-
	Construction in progress	242	9	589,114,922,116	400,958,692,169
V.	Long-term financial investments	250		3,464,368,528,912	3,138,795,610,940
1	Investments in associates	252		3,229,199,017,449	2,991,643,306,334
2	Equity investments in other entities	253		181,058,006,353	183,478,443,353
3	Allowance for diminution in the value of long-term financial investments	254		(188,537,144,226)	(184,906,788,083)
4	Held-to-maturity investments	255		242,648,649,336	148,580,649,336
VI.	Other long-term assets	260		335,250,138,856	307,348,381,966
1	Long-term prepaid expenses	261		321,574,994,286	291,486,585,521
2	Deferred tax assets	262		13,093,785,637	15,280,437,512
3	Other long-term assets	268		581,358,933	581,358,933
TOTAL ASSETS (270 = 100 + 200)		270		20,583,738,737,429	19,265,850,161,952
C	LIABILITIES (300 = 310 + 330)	300		10,538,966,329,136	10,061,417,690,412
I.	Current liabilities	310		8,048,239,694,137	7,138,803,138,325
1	Accounts payable to suppliers –short-term	311	10	1,042,780,943,688	1,258,590,848,176
2	Advances from customers – short-term	312		70,620,456,820	92,831,620,899
3	Taxes and others payable to State Treasury	313		79,356,730,333	142,428,278,440
4	Payables to employees	314		956,102,780,222	705,297,556,707
5	Accrued expenses–short-term	315		69,013,540,955	50,784,050,757
6	Unearned revenue – short-term	318		28,626,437,669	22,642,981,106
7	Other payables – short-term	319	11	618,277,675,588	562,649,754,189
8	Short-term borrowings and finance lease liabilities	320	12	4,908,126,994,751	4,040,032,122,826
9	Provisions – short-term	321		63,328,924,746	62,473,188,366
10	Bonus and welfare funds	322		212,005,209,365	201,072,736,859
II.	Long-term liabilities	330		2,490,726,634,999	2,922,614,552,087
1	Long-term accounts payable to suppliers	331		17,600,000	17,600,000
2	Long-term advances from customers	332		-	-
3	Long-term accrued expenses	333		8,832,136,320	9,296,985,600
4	Long-term unearned revenue	336		323,472,917,005	298,311,893,472
5	Other payables – long-term	337	11	84,374,321,703	76,708,423,953
6	Long-term borrowings and finance lease liabilities	338	12	1,870,758,225,441	2,372,225,914,139
7	Deferred tax liabilities	341		167,271,434,530	166,053,734,923
8	Provisions – long-term	342		-	-
9	Science and Technology Development Fund	343		36,000,000,000	-



RESOURCES	Code	Note	31/12/2025 VND	01/01/2025 VND
D. EQUITY (400 = 410 + 430)	400	13	10,044,772,408,293	9,204,432,471,540
I. Owners' equity	410		10,026,080,260,302	9,185,118,248,553
1 Share capital	411		5,000,000,000,000	5,000,000,000,000
- Ordinary shares with voting rights	411a		5,000,000,000,000	5,000,000,000,000
2 Share premium	412		30,361,932,352	30,361,932,352
3 Other capital	414		216,823,916,584	216,823,916,584
4 Differences upon asset revaluation	416		(747,830,122,185)	(747,830,122,185)
5 Investment and development fund	418		900,170,315,543	824,954,603,341
6 Retained profits	421		1,420,137,561,940	894,895,054,218
- Retained profits brought forward	421a		547,416,735,380	570,512,117,664
- Retained profit for the current period/year	421b		872,720,826,560	324,382,936,554
7 Capital expenditure fund	422		543,092,845,095	543,092,845,095
8 Non-controlling interest	429		2,663,323,810,973	2,422,820,019,148
II. Non-business expenditure fund	430		18,692,147,991	19,314,222,987
Non-business expenditure fund invested in fixed assets	432		18,692,147,991	19,314,222,987
<b>TOTAL RESOURCES (440 = 300 + 400)</b>	<b>440</b>		<b>20,583,738,737,429</b>	<b>19,265,850,161,952</b>

Ha Noi, 28 January 2025

Prepared by:



Nguyen Thi Nga  
Deputy Head of Finance  
& Accounting Department

Approved by:



Nguyen Ngoc Cach  
Head of Finance  
& Accounting Department



Cao Huu Hieu  
General Director

Vietnam National Textile and Garment Group  
Consolidated statement of income  
4<sup>th</sup> Quarter - 2025

Form B 02a – DN/HN  
(Issued under Circular No. 202/2014/TT-BTC  
dated 22 December 2014 of the Ministry of Finance)

			This year		Last year	
	Code	Note	4 <sup>th</sup> Quarter VND	Cummulative VND	4 <sup>th</sup> Quarter VND	Cummulative VND
1 Revenue from sales of goods and provision of services	1		4,651,346,904,156	18,418,382,941,476	4,796,141,255,517	17,355,740,531,077
2 Revenue deductions	2		3,717,201,644	19,115,449,193	12,629,051,720	29,913,829,942
3 Net revenue (10 = 01 - 02)	10	14	4,647,629,702,512	18,399,267,492,283	4,783,512,203,797	17,325,826,701,135
4 Cost of sales and provision of services	11	15	4,044,443,001,735	16,019,930,957,521	4,232,984,870,167	15,450,851,660,073
5 Gross profit (20 = 10 - 11)	20		603,186,700,777	2,379,336,534,762	550,527,333,630	1,874,975,041,062
6 Financial income	21	16	126,028,857,582	367,760,953,718	143,409,190,948	396,309,051,170
7 Financial expenses	22	17	124,718,129,125	453,256,233,503	217,622,456,142	600,559,282,943
<i>In which: Interest expense</i>	23		127,863,959,817	332,007,576,865	116,639,157,222	339,634,191,748
8 Share of profit in associates	24		202,802,023,331	676,467,425,733	210,699,644,648	564,162,269,974
9 Selling expenses	25		129,395,707,661	504,543,731,544	131,903,729,256	497,484,713,811
10 General and administration expenses	26		258,861,030,792	1,019,375,190,259	249,026,452,568	933,490,786,336
11 Net operating profit {30 = 20 + (21 - 22) + 24 - (25 + 26)}	30		419,042,714,112	1,446,389,758,907	306,083,531,260	803,911,579,116
12 Other income	31		25,381,812,308	69,164,742,587	37,630,857,578	82,210,609,671
13 Other expenses	32		10,014,152,133	36,473,716,643	14,245,920,440	51,030,130,153
14 Results of other activities (40 = 31 - 32)	40		15,367,660,175	32,691,025,944	23,384,937,138	31,180,479,518
15 Accounting profit before tax (50 = 30 + 40)	50		434,410,374,287	1,479,080,784,851	329,468,468,398	835,092,058,634
16 Income tax expense – current	51		36,765,035,895	139,917,766,565	44,511,726,177	120,995,932,118
17 Income tax expenses – deferred	52		5,294,414,547	3,404,351,482	36,087,233,993	58,657,603,122
18 Net profit after tax (60 = 50 - 51 - 52)	60		392,350,923,845	1,335,758,666,804	248,869,508,228	655,438,523,394
20 Parent company's shareholders	61		294,634,131,394	872,720,826,560	152,576,694,348	324,382,936,554
21 Non-controlling interest	62		97,716,792,451	463,037,840,244	96,292,813,880	331,055,586,840

Prepared by:



Nguyen Thi Nga  
Deputy Head of Finance  
& Accounting Department

Hà Nội, 28 January 2025

Approved by:



Nguyen Ngoc Cach  
Head of Finance  
& Accounting Department



Cao Huu Hieu  
General Director



**Vietnam National Textile and Garment Group**  
**Consolidated statement of cash flows**  
(Indirect method)

Form B 03 – DN/HN

(Issued under Circular No. 202/2014/TT-BTC  
dated 22 December 2014 of the Ministry of Finance)

	Code	Note	2025	2024
1	2	3	4	5
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit before tax	01		1,479,080,784,851	835,092,058,634
Adjustments for				
Depreciation and amortisation	02		719,765,571,258	786,693,122,385
Allowances and provisions	03		32,642,479,158	(4,396,632,673)
Exchange losses arising from revaluation of monetary items denominated in foreign currencies	04		68,511,720,047	63,304,469,469
Profits from investing activities	05		(633,581,662,736)	(729,186,337,824)
Interest expense	06		332,007,576,865	339,634,191,748
Operating profit before changes in working capital	08		1,998,426,469,443	1,291,140,871,739
Change in receivables	09		(80,447,027,630)	76,567,685,862
Change in inventories	10		(71,165,581,641)	(84,807,000,787)
Change in payables and other liabilities	11		124,987,095,111	35,347,948,790
Change in prepaid expenses	12		(6,182,561,184)	325,825,506
Interest paid	14		(369,007,566,861)	(371,128,972,686)
Income tax paid	15		(148,234,442,834)	(130,449,931,752)
Other payments for operating activities	17		(69,577,071,463)	(86,400,261,113)
Net cash flows from operating activities	20		1,378,799,312,941	730,596,165,559
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for additions to fixed assets and other long-term assets	21		(808,785,365,502)	(467,534,639,674)
Proceeds from disposals of fixed assets and other long-term assets	22		8,566,429,609	13,994,996,364
Payments for granting loans, placement of term deposits	23		(1,606,976,985,834)	(1,566,040,143,789)
Receipts from collecting loans, withdrawal of term deposits	24		1,310,412,154,202	1,319,377,811,720
Payments for investments in other entities	25		(2,116,870,000)	(16,997,681,887)
Collections on investments in other entities	26			19,761,289,994
Receipts of interests and dividends	27		625,010,111,058	711,329,947,259
Net cash flows from investing activities	30		(473,890,526,467)	13,891,579,987

	Code	Note	2025	2024
1	2	3	4	5
	Code	Note	2025	2024
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from equity issued or capital contributed by non-controlling shareholders	31			360,000,000
Proceeds from borrowings	33		13,410,085,750,452	11,591,257,960,139
Payments to settle loan principals	34		(13,983,922,743,731)	(11,641,239,697,781)
Payments of dividends	36		(354,511,617,105)	(362,318,362,583)
Net cash flows from financing activities	40		(928,348,610,384)	(411,940,100,225)
Net cash flows during the period (50 = 20 + 30 + 40)	50		(23,439,823,910)	332,547,645,321
Cash and cash equivalents at the beginning of the period	60		1,004,605,536,998	668,657,670,914
Effect of exchange rate fluctuations on cash and cash equivalents	61			3,400,220,763
Cash and cash equivalents at the end of the period (70 = 50 + 60 + 61)	70		981,165,713,088	1,004,605,536,998

Hà Nội, 28 January 2025

Prepared by:



Nguyen Thi Nga  
Deputy Head of Finance  
& Accounting Department

Approved by:



Nguyen Ngoc Cach  
Head of Finance  
& Accounting Department



Cao Huu Hieu  
General Director



# Vietnam National Textile and Garment Group

## Notes to the consolidated financial statements

4<sup>th</sup> Quarter - 2025

Form B 09-DN/HN

(Issued under Circular No. 202/2014/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 Parent Company – Vietnam National Textile and Garment Group 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.

The consolidated financial statements of Vietnam National Textile and Garment Group for the year ended 31 Dec 2025 comprise Vietnam National Textile and Garment Group and its subsidiaries (together referred to as "the Group") and the Group's interest in associates.

#### 2. Principal activities

- 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;
- 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.



### 3 Normal operating cycle

The normal operating cycle of Vietnam National Textile and Garment Group and its subsidiaries is generally within 12 months ( starting from January 1 to December 31)

### 4. Vietnam National Textile Garment Group's structure

As at 31 Dec 2025, Vietnam National Textile and Garment Group had 33 tier 1, tier 2 and tier 3 subsidiaries and 30 associates (31/12/2024: 33 tier 1, tier 2 and tier 3 subsidiaries and 30 associates).

## II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 1. Basis of consolidation

#### *Subsidiaries*

Subsidiaries are entities controlled by the Group. The financial statements of the subsidiaries are consolidated in the consolidated financial statements from the date that control commences until the date that control ceases.

#### *Non-controlling interests*

Non-controlling interests ("NCI") are measured at their proportionate share of the acquiree's identifiable net assets at date of acquisition.

#### *Loss of control*

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognised in the consolidated income statement. Any interest retained in the former subsidiary when control is lost is stated at the carrying amount of the retained investment in the consolidated financial statements adjusted for appropriate shares of changes in equity of the investee since the acquisition date, if significant influence in the investee is maintained, or otherwise stated at cost.

#### *Associates*

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Associates are accounted for using the equity method (equity accounted investees). They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss of the associates, after adjustments to align the accounting policies with those of the Group, from the date that significant influence or joint control commences until the date that significant influence ceases.

When the Group's share of losses exceeds its interest in an associate, the carrying amount of that interest (including any long-term investments) is reduced to nil and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the associate.

#### *Transactions eliminated on consolidation*

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains and losses arising from transactions with associates are eliminated against the investment to the extent of the Group's interest in the associates.

#### *Business combination*

Business combinations are accounted for using the acquisition method as at the acquisition date, which is the date on which control is transferred to the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account.

## **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**

Trading securities are those held by the Group for trading purposes, meaning they are bought and sold to generate short-term profits. These securities are initially recorded at cost, which includes the purchase price and any directly attributable costs. After initial recognition, trading securities are measured at cost less any impairment loss allowance. An impairment loss allowance is recognized when the market value of the securities falls below their carrying amount. After the allowance is recognized, if the market value of the securities increases, the allowance may be reversed. However, the reversal is limited to the extent that the carrying amount of the trading securities does not exceed the carrying amount that would have been determined if no impairment loss allowance had been recognized.

Held-to-maturity investments are those that the Group's management has the intention and ability to hold until maturity. Held-to-maturity investments include term deposits at bank and bonds. These investments are stated at costs less allowance for doubtful debts.

Subsidiaries' investments in other entities 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. An allowance is made for diminution in investment value if the investee has suffered a loss which may cause the 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 and its subsidiaries apply 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.

### *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 – 51 years
- machineries and equipment	3 – 20 years
- motor vehicles	3– 15 years
- office equipment	3 – 30 years
- others	2 – 25 years

## 7. Investment property held to earn rental

Investment property held to earn rental in the form of land use rights acquired in a legitimate transfer is stated at cost without amortisation due to their indefinite term. Investment property held to earn rental in form of buildings is stated at cost less accumulated depreciation. The initial cost of an investment property held to earn rental comprises its purchase price, cost of land use rights and any directly attributable expenditures of bringing the property to the condition necessary for it to be capable of operating in the manner intended by management of respective subsidiaries. Expenditure incurred after investment property held to earn rental has been put into operation, such as repairs and maintenance, is charged to the consolidated statement of income in the year in which the expenditure is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in future economic benefits in excess of the originally assessed standard of performance of the existing investment property held to earn rental, the expenditure is capitalised as an additional cost of investment property held to earn rental.

## 8. Intangible fixed assets

### *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.

## 9. 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.

## **10. Revenue and other income**

### ***Goods sold***

Revenue from the sales of goods is recognised in the consolidated 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 consolidated 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 consolidated 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.

### ***Sale of property***

Revenue from the sale of property is recognised in the consolidated 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. The transfer of significant risks and rewards is determined to be at the time of sale or completion of hand over of the property, whichever is later.

### ***Rental income***

Rental income from other leased property is recognised in the consolidated 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.

### ***Interest income***

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

### ***Dividend income***

Dividend income is recognised when the rights to receive dividend is established.

## **11. 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.



### III. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE BALANCE SHEET

#### 1. Cash and cash equivalents

	31/12/2025	01/01/2025
<b>Cash</b>	<b>404,695,750,418</b>	<b>334,076,336,998</b>
Cash on hand	25,388,760,461	19,086,861,468
Cash in banks	379,306,989,957	314,989,475,530
<b>Cash equivalents</b>	<b>576,469,962,670</b>	<b>670,529,200,000</b>
Term deposits less than 3 months	576,469,962,670	670,529,200,000
<b>Total</b>	<b>981,165,713,088</b>	<b>1,004,605,536,998</b>

#### 2. Accounts receivable from customers – short-term

	31/12/2025	01/01/2025
Weaving JSC – Nam Dinh Textile Garment	59,052,351,403	67,176,229,100
Coats Phong Phu LLC	281,676,531,142	262,239,956,872
Phu Hoang Spinning JSC	72,852,550,825	92,761,853,545
Truong Phu Spinning JSC	73,831,962,107	21,998,731,253
Phong Phu Trading and Investment Promotion Corporation	11,930,807,340	12,930,807,340
Other companies	1,936,531,778,600	1,818,230,185,286
<b>Total</b>	<b>2,435,875,981,417</b>	<b>2,275,337,763,396</b>

#### 3. Loans receivable

	31/12/2025	01/01/2025
Hoa Tho Phu Ninh Garment JSC	2,342,860,000	4,685,720,000
Other companies	-	2,200,000,000
<b>Total</b>	<b>2,342,860,000</b>	<b>6,885,720,000</b>

#### 4. Other receivables

##### a. Other short-term receivables

	31/12/2025	01/01/2025
Dividends and share of profit receivable	13,198,842,000	22,781,981,000
Loans interest receivable	12,283,351,954	8,844,909,120
Short-term deposits	68,568,783,399	85,215,212,191
Receivables from employees	3,878,904,338	3,811,236,541
Capital contribution in business cooperation contract	98,774,188,174	43,532,895,759
Others	214,395,989,915	274,505,737,193
<b>Total</b>	<b>411,100,059,780</b>	<b>438,691,971,804</b>

##### b. Other long-term receivables

	31/12/2025	01/01/2025
Long-term deposits	12,448,942,989	15,351,020,741
Others	137,856,390,117	136,715,604,853
<b>Total</b>	<b>150,305,333,106</b>	<b>152,066,625,594</b>

#### 5. Inventories

	31/12/2025		01/01/2025	
	Cost	Allowance	Cost	Allowance
Goods in transit	456,326,221,528	-	605,485,421,257	(5,154,318,288)
Raw materials	1,331,727,298,437	(23,406,466,775)	1,125,474,148,589	(17,648,985,174)
Tools and supplies	11,306,540,599	-	7,697,455,143	-
Work in progress	825,093,736,572	(3,001,549,893)	777,182,403,236	(2,210,405,049)
Finished goods	608,276,258,751	(61,795,019,462)	575,644,383,411	(45,211,921,761)
Merchandise inventories	36,084,559,706	(556,703,898)	45,064,072,699	(1,918,802,591)
Goods on consignment	92,692,228,632	-	153,793,378,249	(300,869,918)
Real Estate Inventory	218,614,118,350	-	-	-
<b>Total</b>	<b>3,580,120,962,575</b>	<b>(88,759,740,028)</b>	<b>3,290,341,262,584</b>	<b>(72,445,302,781)</b>



6. Tangible fixed assets

	Buildings and structures	Machinery and equipment	Motor vehicles	Office equipment	Others	Total
<b>Cost</b>						
Opening balance	3,989,801,269,971	9,444,409,284,667	440,839,297,616	121,702,967,085	186,337,033,568	14,183,089,852,907
Additions	13,969,800,669	89,952,543,107	10,957,991,362	5,308,543,130	2,920,490,166	123,109,368,434
Transfer from long-term work in progress	23,229,730,091	134,830,577,603	17,360,598,037	7,342,889,554	3,004,689,155	185,768,484,440
Disposal/Sale	(15,472,101,603)	(188,866,521,836)	(5,929,784,741)	(520,028,486)	(6,393,196,333)	(217,181,632,999)
Closing balance	4,011,528,699,128	9,473,810,988,034	463,228,102,274	133,834,371,283	185,869,016,556	14,268,271,177,275
<b>Accumulated amortisation</b>						
Opening balance	1,875,922,426,610	6,455,936,530,501	291,096,738,139	95,721,764,228	157,686,548,924	8,876,364,008,402
Charge for the period	160,391,116,399	482,254,751,972	33,500,756,677	7,238,827,901	11,621,995,250	695,007,448,199
Disposal/Sale	(8,761,554,872)	(150,925,300,474)	(3,861,579,639)	(390,043,696)	(6,356,077,333)	(170,294,556,014)
Closing balance	2,027,551,988,137	6,787,046,132,100	320,735,915,177	102,570,548,433	162,952,466,841	9,400,857,050,688
<b>Net book value</b>						
Opening balance	2,113,878,843,361	2,988,472,754,166	149,742,559,477	25,981,202,857	28,650,484,644	5,306,725,844,505
Closing balance	1,983,976,710,991	2,686,764,855,934	142,492,187,097	31,263,822,850	22,916,549,715	4,867,414,126,587

## 7. Intangible fixed assets

	Land use rights	Software	Others	Total
<b>Cost</b>				
Opening balance	121,125,604,239	28,370,498,033	1,758,735,714	151,254,837,986
Additions	-	1,089,825,568	-	1,089,825,568
Others	(70,079,573,054)	(1,000,544,955)	-	(71,080,118,009)
Closing balance	51,046,031,185	28,459,778,646	1,758,735,714	81,264,545,545
<b>Accumulated amortisation</b>				
Opening balance	34,431,633,616	22,748,706,507	1,556,458,825	58,736,798,948
Charge for the year	1,673,949,584	1,931,672,061	154,057,416	3,759,679,061
Others	(17,585,340,049)	(1,000,544,955)	-	(18,585,885,004)
Closing balance	18,520,243,151	23,679,833,613	1,710,516,241	43,910,593,005
<b>Net book value</b>				
Opening balance	86,693,970,623	5,621,791,526	202,276,889	92,518,039,038
Closing balance	32,525,788,034	4,779,945,033	48,219,473	37,353,952,540

## 8. Investment property held to earn rental

	Infrastructures in industrial zone	Buildings and structures	Land use rights	Total
<b>Cost</b>				
Opening balance	211,082,890,880	149,646,642,354	5,862,462,662	366,591,995,896
Additions	-	-	-	-
Disposals	-	-	-	-
Others	-	-	-	-
Closing balance	211,082,890,880	340,657,564,843	5,862,462,662	557,602,918,385
<b>Accumulated amortisation</b>				
Opening balance	42,251,414,627	55,069,521,791	4,339,583,057	101,660,519,475
Charge for the year	14,965,187,638	5,890,912,948	142,343,412	20,998,443,998
Others	-	-	-	-
Closing balance	57,216,602,265	60,960,434,739	4,481,926,469	122,658,963,473
<b>Net book value</b>				
Opening balance	168,831,476,253	94,577,120,563	1,522,879,605	264,931,476,421
Closing balance	153,866,288,615	279,697,130,104	1,380,536,193	434,943,954,912



9. Construction in progress

Major constructions in progress were as follows:

*Vietnam National Textile and Garment Group – the parent company*

	31/12/2025	01/01/2025
Nam Dinh Fiber Factory	18,973,452,363	18,973,452,363
39-41 Vo Van Kiet Project	-	266,976,773,659
<i>Nam Dinh Textile and Garment Joint Stock Corporation</i>	-	-
Hoa Xa Industrial Park Project	12,840,234,566	12,840,234,566
Others	557,301,235,187	102,168,231,581
<b>Total</b>	<b>589,114,922,116</b>	<b>400,958,692,169</b>

10. Accounts payable to suppliers

a. Short-term

	31/12/2025	01/01/2025
Duc Giang Garment Corporation – JSC	1,042,780,943,688	1,258,590,848,176
Coats Phong Phu LLC	27,353,000,817	27,692,517,297
Nha Trang Textile and Garment JSC	167,140,071,222	160,984,769,508
Other companies	1,409,350,943	1,465,953,176
	846,878,520,706	1,068,447,608,195

b. Long-term

	31/12/2025	01/01/2025
	17,600,000	17,600,000
<b>Total</b>	<b>1,042,798,543,688</b>	<b>1,258,608,448,176</b>



# 11. Other payables

	31/12/2025	01/01/2025
<b>a. Other payables – short-term</b>	<b>618,277,675,588</b>	<b>562,649,754,189</b>
Trade union fees, social insurance and health insurance	13,760,166,743	43,797,536,287
Short-term deposits and collaterals received	420,000,000	1,793,413,973
Loan interests payables	4,902,809,489	8,525,093,103
Dividend payables	202,339,402,037	123,649,559,636
Charity fund	2,845,248,287	2,845,248,287
Others	394,010,049,032	382,038,902,903
<b>b. Other payables – long-term</b>	<b>84,374,321,703</b>	<b>76,708,423,953</b>
Amounts received as capital contribution in jointly controlled operations	45,037,427,000	45,037,427,000
Others	39,336,894,703	31,670,996,953
<b>Total</b>	<b>702,651,997,291</b>	<b>639,358,178,142</b>

# 12. Borrowings and finance lease liabilities

	31/12/2025		01/01/2025	
	Carrying amount	Amount within repayment capacity	Carrying amount	Amount within repayment capacity
a. Short-term borrowings and finance lease liabilities	4,908,126,994,751	4,908,126,994,751	4,040,032,122,826	4,040,032,122,826
b. Long-term borrowings and financial lease liabilities	1,870,758,225,441	1,870,758,225,441	2,372,225,914,139	2,372,225,914,139
Long-term borrowings	1,811,812,182,749	1,811,812,182,749	2,287,224,261,624	2,287,224,261,624
Finance lease liabilities	58,946,042,692	58,946,042,692	85,001,652,515	85,001,652,515
<b>Total</b>	<b>6,778,885,220,192</b>	<b>6,778,885,220,192</b>	<b>6,412,258,036,965</b>	<b>6,412,258,036,965</b>

13. Owners' equity

a. Changes in owners' equity

	Share capital	Share premium	Other capital	Investment and development fund	Retained profits	Differences upon asset revaluation	Capital expenditure fund	Non-controlling interest	Non-business expenditure fund and other funds	Total
Balance as at 01/01/2024 - Restated	5,000,000,000,000	30,361,932,352	214,733,466,584	777,414,063,148	816,435,249,442	(747,830,122,185)	543,092,845,095	2,370,847,363,686	20,172,889,902	9,025,227,688,024
(Balance as at 1/1/2024 - as previously stated)	5,000,000,000,000	30,361,932,352	214,733,466,584	777,414,063,148	852,462,153,175	(747,830,122,185)	543,092,845,095	2,406,730,447,445	20,172,889,902	9,097,137,675,516
(Restatement)	-	-	-	-	(36,026,903,733)	-	-	(35,883,083,759)	-	(71,909,987,492)
Contributed capital/share capital	-	-	-	-	-	-	-	-	-	-
Dividends paid by shares at subsidiaries	-	-	-	-	(2,328,450,000)	-	-	538,000,000	-	-
Capital increase	-	-	1,790,450,000	-	-	-	-	360,000,000	-	360,000,000
Net profit for the period	-	-	-	-	324,382,936,554	-	-	331,055,586,840	-	655,438,523,394
Appropriation to investment and development fund	-	-	-	-	(60,974,886,394)	-	-	-	-	-
Appropriation to bonus and welfare fund	-	-	300,000,000	60,674,886,394	(44,260,271,450)	-	-	-	-	-
Utilisation of funds	-	-	-	-	-	-	-	(29,081,219,440)	-	(73,341,490,890)
Dividends	-	-	-	-	-	-	-	(858,666,915)	-	(858,666,915)
Decrease due to divestment of investment in subsidia	-	-	-	-	(150,000,000,000)	-	-	-	-	(401,429,938,893)
Reduce ownership ratio in associates	-	-	-	(13,134,346,201)	13,134,346,201	-	-	725,906,069	-	725,906,069
Other movements	-	-	-	-	(3,253,722,317)	-	-	-	-	(3,253,722,317)
Balance at 31/12/2024	5,000,000,000,000	30,361,932,352	216,823,916,584	824,954,603,341	894,895,054,218	(747,830,122,185)	543,092,845,095	2,422,820,019,148	19,314,222,987	9,204,432,471,540
Balance at 1/1/2025	5,000,000,000,000	30,361,932,352	216,823,916,584	824,954,603,341	894,895,054,218	(747,830,122,185)	543,092,845,095	2,422,820,019,148	19,314,222,987	9,204,432,471,540
(Balance as at 1/1/2025 - as previously stated)	5,000,000,000,000	30,361,932,352	216,823,916,584	824,954,603,341	930,921,957,951	(747,830,122,185)	543,092,845,095	2,458,703,102,907	19,314,222,987	9,276,342,459,032
(Restatement)	-	-	-	-	(36,026,903,733)	-	-	(35,883,083,759)	-	(71,909,987,492)
Contributed capital/share capital	-	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	872,720,826,560	-	-	463,037,840,244	-	1,335,758,666,804
Share dividends in subsidiaries	-	-	-	-	-	-	-	-	-	-
Appropriation to investment and development fund	-	-	-	75,215,712,202	(75,215,712,202)	-	-	-	-	-
Appropriation to bonus and welfare fund	-	-	-	-	(110,835,214,017)	-	-	(27,287,808,753)	-	(138,123,022,770)
Utilisation of funds	-	-	-	-	-	-	-	-	(622,074,996)	(622,074,996)
Dividends	-	-	-	-	(150,000,000,000)	-	-	(42,740,660,500)	-	(192,740,660,500)
Decrease due to divestment in subsidiary	-	-	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	(11,427,392,619)	-	-	(152,505,579,166)	-	(163,932,971,785)
Balance at 31/12/2025	5,000,000,000,000	30,361,932,352	216,823,916,584	900,170,315,543	1,420,137,561,940	(747,830,122,185)	543,092,845,095	2,663,323,810,973	18,692,147,991	10,044,772,408,293

b. The Group's share capital issued to shareholders are:

	%	31/12/2025	01/01/2025
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
In which:		-	-
Itochu Corporation	13.00%	650,000,000,000	650,000,000,000
Total	100%	5,000,000,000,000	5,000,000,000,000



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

14. Revenue from sales of goods and provision of services

	2025	2024
<b>Total revenue</b>		
Sales	17,779,316,250,777	16,655,120,634,791
Services and processing	538,344,680,749	566,358,356,746
Sales and lease of property	100,722,009,950	134,261,539,540
<b>Total</b>	<b>18,418,382,941,476</b>	<b>17,355,740,531,077</b>
<b>Less revenue deductions</b>		
Sales discounts	(13,731,849,021)	(18,910,091,643)
Sales allowances	(738,565,904)	(196,429,969)
Sales returns	(4,645,034,268)	(10,807,308,330)
<b>Total</b>	<b>(19,115,449,193)</b>	<b>(29,913,829,942)</b>
<b>Net revenue</b>	<b>18,399,267,492,283</b>	<b>17,325,826,701,135</b>

15. Cost of sales

	2025	2024
Finished goods and merchandise goods sold	15,598,525,087,536	15,035,945,723,282
Inventories damaged due to fire	-	-
Services provided	355,580,532,140	376,845,920,141
Lease of property	49,510,900,598	68,096,267,926
Allowance for inventories	16,314,437,247	(30,036,251,276)
<b>Total</b>	<b>16,019,930,957,521</b>	<b>15,450,851,660,073</b>

## 16. Financial income

	2025	2024
Interest income from deposits and loans	168,336,494,118	130,025,045,858
Gain from disposals of subsidiaries, associates and other entities	11,405,957,077	21,597,488,884
Dividends	16,295,712,000	12,648,914,545
Foreign exchange gains	168,119,620,567	227,110,104,192
Other financial income	3,603,169,956	4,927,497,691
<b>Total</b>	<b>367,760,953,718</b>	<b>396,309,051,170</b>

## 17. Financial expenses

	2025	2024
Interest expense	332,007,576,865	339,634,191,748
Provision of allowance for diminution in value of long-term financial investments	3,630,356,143	36,959,467,311
Foreign exchange losses	116,049,077,627	213,964,873,487
Other financial expenses	1,569,222,868	10,000,750,397
<b>Total</b>	<b>453,256,233,503</b>	<b>600,559,282,943</b>

## 18. Comparative information

In preparing the financial statements for the year ended 31 December 2025, management of Phong Phu Corporation – a subsidiary of the Group has restated a number of comparative figures related to additional land rental payable for the period from April 10, 2007 to December 31, 2024 at Land Lot No. 2, Truong Chinh Street, Tay Thanh Ward, pursuant to Notice No. 11911/TB-CCTKV02 dated June 27, 2025 issued by the Ho Chi Minh City Tax Department. The retrospective adjustment affected the comparative figures in the Group's consolidated financial statements as follows: The comparison of the previously presented figures before and after the adjustment is as follows:

### Consolidated Balance Sheet

	01/01/2025 (Restated)	01/01/2025 (As previously reported)
Taxes and others payable to State Treasury	142,428,278,440	70,518,290,948
Accumulated retained earnings after tax as at the end of the previous period	570,512,117,664	606,539,021,397
Non-controlling interests	2,422,820,019,148	2,458,703,102,907

Hà Nội, 28 January 2025

Prepared by:



Nguyen Thi Nga  
Deputy Head of Finance  
& Accounting Department



Nguyen Ngoc Cach  
Head of Finance  
& Accounting Department

Approved by:



Cao Hữu Hiếu  
General Director