



Vietnam National Textile and Garment Group

Consolidated Interim Financial Statements
for the six-month period ended
30 June 2025

Vietnam National Textile and Garment Group
Consolidated balance sheet as at 30 June 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	30/06/2025 VND	01/01/2025 VND
A	Current assets (100 = 110 + 120 + 130 + 140 + 150)	100		10,292,616,320,899	9,551,568,540,428
I.	Cash and cash equivalents	110	1	1,102,318,385,177	1,004,605,536,998
1	Cash	111		278,214,594,260	334,076,336,998
2	Cash equivalents	112		824,103,790,917	670,529,200,000
II.	Short-term financial investments	120		2,670,070,242,710	2,470,361,179,586
1	Held-to-maturity investments	123		2,670,070,242,710	2,470,361,179,586
III.	Accounts receivable – short-term	130		2,966,244,076,296	2,605,636,273,056
1	Accounts receivable from customers	131	2	2,496,153,406,572	2,275,337,763,396
2	Prepayments to suppliers – short-term	132		271,923,334,187	210,121,976,970
3	Loans receivable – short-term	135	3	3,742,860,000	4,542,860,000
4	Other receivables – short-term	136	4	527,194,617,723	438,691,971,804
5	Allowance for doubtful debts	137		(333,658,885,421)	(323,937,380,285)
6	Shortage of assets awaiting resolution	139		888,743,235	879,081,171
IV.	Inventories	140	5	3,249,157,481,571	3,217,895,959,803
1	Inventories	141		3,307,227,020,143	3,290,341,262,584
2	Allowance for inventories	149		(58,069,538,572)	(72,445,302,781)
V.	Other current assets	150		304,826,135,145	253,069,590,985
1	Short-term prepaid expenses	151		40,270,599,038	33,510,806,237
2	Deductible value added tax	152		248,466,169,425	206,720,345,742
3	Taxes and others receivable from State Treasury	153		15,956,981,882	11,656,762,056
4	Other current assets	155		132,384,800	1,181,676,950
B.	Long-term assets (200 = 210 + 220 + 230 + 240 + 250 + 260)	200		9,662,141,267,572	9,714,281,621,524
I.	Accounts receivable – long-term	210		175,905,627,863	48,299,560,798
1	Prepayments to suppliers – long-term	212		-	-
2	Loans receivable – long-term	215	3	1,171,430,000	2,342,860,000
3	Other long-term receivables	216	4	280,844,122,659	152,066,625,594
4	Allowance for doubtful long-term debts	219		(106,109,924,796)	(106,109,924,796)
II.	Fixed assets	220		5,302,440,278,537	5,553,947,899,230
1	Tangible fixed assets	221	6	5,064,530,836,459	5,306,725,844,505
	Cost	222		14,280,554,663,280	14,183,089,852,907
	Accumulated depreciation	223		(9,216,023,826,821)	(8,876,364,008,402)
2	Finance lease tangible fixed assets	224		147,098,993,158	154,704,015,687
	Cost	225		176,072,027,534	176,072,027,534
	Accumulated depreciation	226		(28,973,034,376)	(21,368,011,847)

ASSETS		Code	Note	30/06/2025 VND	01/01/2025 VND
3	Intangible fixed assets	227	7	90,810,448,920	92,518,039,038
	Cost	228		149,936,917,773	151,254,837,986
	Accumulated amortisation	229		(59,126,468,853)	(58,736,798,948)
III.	Investment property	230	8	259,968,248,847	264,931,476,421
	Cost	231		366,591,995,895	366,591,995,896
	Accumulated depreciation	232		(106,623,747,048)	(101,660,519,475)
IV.	Long-term work in progress	240		534,127,751,004	400,958,692,169
	Long-term work in progress	241		-	-
	Construction in progress	242	9	534,127,751,004	400,958,692,169
V.	Long-term financial investments	250		3,062,850,415,441	3,138,795,610,940
1	Investments in associates	252		2,937,943,193,566	2,991,643,306,334
2	Equity investments in other entities	253		185,595,313,353	183,478,443,353
3	Allowance for diminution in the value of long-term financial investments	254		(197,178,740,814)	(184,906,788,083)
4	Held-to-maturity investments	255		136,490,649,336	148,580,649,336
VI.	Other long-term assets	260		326,848,945,880	307,348,381,966
1	Long-term prepaid expenses	261		313,483,394,865	291,486,585,521
2	Deferred tax assets	262		12,784,192,082	15,280,437,512
3	Other long-term assets	268		581,358,933	581,358,933
TOTAL ASSETS (270 = 100 + 200)		270		19,954,757,588,471	19,265,850,161,952
C	LIABILITIES (300 = 310 + 330)	300		10,321,789,669,040	10,061,417,690,412
I.	Current liabilities	310		7,315,661,117,824	7,138,803,138,325
1	Accounts payable to suppliers –short-term	311	10	1,063,873,851,704	1,258,590,848,176
2	Advances from customers – short-term	312		100,734,447,327	92,831,620,899
3	Taxes and others payable to State Treasury	313		231,732,357,668	142,428,278,440
4	Payables to employees	314		666,558,180,858	705,297,556,707
5	Accrued expenses–short-term	315		60,203,925,177	50,784,050,757
6	Unearned revenue – short-term	318		32,437,598,207	22,642,981,106
7	Other payables – short-term	319	11	436,203,489,313	562,649,754,189
8	Short-term borrowings and finance lease liabilities	320	12	4,400,470,234,378	4,040,032,122,826
9	Provisions – short-term	321		56,903,193,005	62,473,188,366
10	Bonus and welfare funds	322		266,543,840,187	201,072,736,859
II.	Long-term liabilities	330		3,006,128,551,216	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		314,028,266,560	298,311,893,472
5	Other payables – long-term	337	11	79,343,114,874	76,708,423,953
6	Long-term borrowings and finance lease liabilities	338	12	2,441,837,174,060	2,372,225,914,139
7	Deferred tax liabilities	341		162,070,259,402	166,053,734,923
8	Provisions – long-term	342		-	-

RESOURCES	Code	Note	30/06/2025 VND	01/01/2025 VND
D. EQUITY (400 = 410 + 430)	400	13	9,632,967,919,431	9,204,432,471,540
I. Owners' equity	410		9,613,964,733,942	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		927,372,891,183	824,954,603,341
6 Retained profits	421		957,585,077,699	859,011,970,459
- Retained profits brought forward	421a		636,519,823,547	534,629,033,905
- Retained profit for the current period/year	421b		321,065,254,152	324,382,936,554
7 Capital expenditure fund	422		543,092,845,095	543,092,845,095
8 Non-controlling interest	429		2,686,558,193,213	2,458,703,102,907
II. Non-business expenditure fund	430		19,003,185,489	19,314,222,987
Non-business expenditure fund invested in fixed assets	432		19,003,185,489	19,314,222,987
TOTAL RESOURCES (440 = 300 + 400)	440		19,954,757,588,471	19,265,850,161,952

PREPARED BY



Nguyen Thi Nga

CHIEF ACCOUNTANT



Nguyen Ngoc Cach

Hà Nội, 30 July 2025



GENERAL DIRECTOR

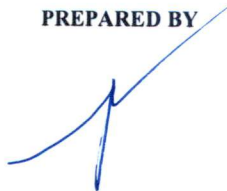
Cao Huu Hieu

Vietnam National Textile and Garment Group
Consolidated statement of income
2nd Quarter - 2025

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

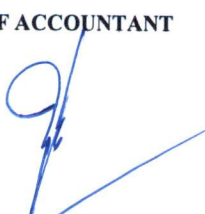
	Code	Note	This year		Last year	
			2 nd Quarter VND	Cummulative VND	2 nd Quarter VND	Cummulative VND
1 Revenue from sales of goods and provision of services	1		4,455,791,364,331	8,727,660,765,180	4,006,642,986,800	7,968,493,031,471
2 Revenue deductions	2		5,469,582,816	9,780,214,342	9,153,830,206	14,501,986,532
3 Net revenue (10 = 01 - 02)	10	14	4,450,321,781,515	8,717,880,550,838	3,997,489,156,594	7,953,991,044,939
4 Cost of sales and provision of services	11	15	3,792,795,030,503	7,544,385,813,078	3,528,571,114,069	7,139,765,201,739
5 Gross profit (20 = 10 - 11)	20		657,526,751,012	1,173,494,737,760	468,918,042,525	814,225,843,200
6 Financial income	21	16	113,722,854,582	189,879,273,972	110,521,790,461	187,376,560,478
7 Financial expenses	22	17	157,441,123,138	269,104,723,635	192,362,145,235	319,727,061,802
<i>In which: Interest expense</i>	23		92,527,066,012	163,056,220,645	94,631,615,126	174,475,079,492
8 Share of profit in associates	24		130,947,924,146	258,105,669,877	119,997,243,376	236,427,650,835
9 Selling expenses	25		121,583,555,379	241,367,817,523	119,181,710,727	230,179,707,703
10 General and administration expenses	26		248,260,593,324	471,253,773,741	211,383,033,873	413,374,248,300
11 Net operating profit {30 = 20 + (21 - 22) + 24 - (25 + 26)}	30		374,912,257,899	639,753,366,710	176,510,186,527	274,749,036,708
12 Other income	31		13,681,687,494	25,504,035,232	14,548,168,134	26,513,575,031
13 Other expenses	32		8,222,716,951	13,864,049,592	10,507,693,730	18,736,512,567
14 Results of other activities (40 = 31 - 32)	40		5,458,970,543	11,639,985,640	4,040,474,404	7,777,062,464
15 Accounting profit before tax (50 = 30 + 40)	50		380,371,228,442	651,393,352,350	180,550,660,931	282,526,099,172
16 Income tax expense – current	51		51,521,172,781	71,317,509,135	31,971,011,813	47,747,027,573
17 Income tax expenses – deferred	52		(1,970,518,898)	(1,487,230,091)	44,194,380,145	58,495,452,154
18 Net profit after tax (60 = 50 - 51 - 52)	60		330,820,574,559	581,563,073,306	104,385,268,973	176,283,619,445
20 Parent company's shareholders	61		148,946,823,882	321,065,254,152	5,982,588,258	42,438,111,165
21 Non-controlling interest	62		181,873,750,677	260,497,819,154	98,402,680,715	133,845,508,280

PREPARED BY



Nguyen Thi Nga

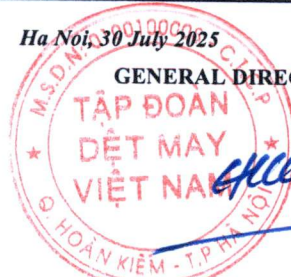
CHIEF ACCOUNTANT



Nguyen Ngoc Cach

Hà Nội, 30 July 2025

GENERAL DIRECTOR



Cao Huu Hieu


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

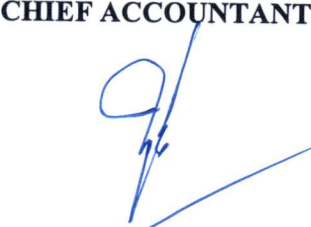
Form B 03 – DN/HN
*(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	Six-month period ended 30/06/2025	Six-month period ended 30/06/2024
1	2	3	4	5
I. CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	01		651,393,352,350	282,526,099,172
Adjustments for				
Depreciation and amortisation	02		373,901,981,263	389,753,585,733
Allowances and provisions	03		2,047,698,297	(37,092,367,768)
Exchange losses arising from revaluation of monetary items denominated in foreign currencies	04		46,571,700,087	63,276,766,423
Profits from investing activities	05		(306,982,007,300)	(330,319,268,315)
Interest expense	06		163,056,220,645	174,475,079,492
Operating profit before changes in working capital	08		929,988,945,342	542,619,894,737
Change in receivables	09		(497,925,713,377)	310,470,201,165
Change in inventories	10		(16,885,757,559)	(126,743,815,444)
Change in payables and other liabilities	11		(314,899,104,519)	(53,577,596,897)
Change in prepaid expenses	12		(28,756,602,145)	(2,160,513,585)
Interest paid	14		(183,051,401,484)	(203,105,871,737)
Income tax paid	15		(68,352,458,250)	(68,661,377,774)
Other payments for operating activities	17		(28,169,981,424)	(49,747,366,421)
Net cash flows from operating activities	20		(208,052,073,416)	349,093,554,044
II. CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for additions to fixed assets and other long- term assets	21		(168,920,145,201)	(195,174,023,436)
Proceeds from disposals of fixed assets and other long- term assets	22		1,130,435,749	17,779,886,367
Payments for granting loans, placement of term deposits	23		(672,510,412,414)	(648,959,354,469)
Receipts from collecting loans, withdrawal of term deposits	24		540,658,142,014	497,321,459,996
Payments for investments in other entities	25			(13,591,240,000)
Collections on investments in other entities	26		8,000,406,734	9,112,514,480
Receipts of interests and dividends	27		412,011,134,078	456,059,182,076
Net cash flows from investing activities	30		120,369,560,960	122,548,425,014

	Code	Note	Six-month period ended 30/06/2025	Six-month period ended 30/06/2024
1	2	3	4	5
			Six-month period ended 30/06/2025	Six-month period ended 30/06/2024
III. CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from borrowings	33		6,014,025,841,213	5,929,180,832,510
Payments to settle loan principals	34		(5,795,987,751,731)	(6,137,669,159,856)
Payments of dividends	36		(32,642,728,847)	(137,394,588,736)
Net cash flows from financing activities	40		185,395,360,635	(345,882,916,082)
Net cash flows during the period (50 = 20 + 30 + 40)	50		97,712,848,179	125,759,062,976
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			2,131,445,432
Cash and cash equivalents at the end of the period (70 = 50 + 60 + 61)	70		1,102,318,385,177	796,548,179,322

Hà Nội, 30 July 2025

PREPARED BY

Nguyen Thi Nga

CHIEF ACCOUNTANT

Nguyen Ngoc Cach

GENERAL DIRECTOR


Cao Huu Hieu

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 six-month period ended 30 June 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 30 June 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 losses 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

	30/06/2025	01/01/2025
Cash	278,214,594,260	334,076,336,998
Cash on hand	24,374,921,361	19,086,861,468
Cash in banks	253,839,672,899	314,989,475,530
Cash equivalents	824,103,790,917	670,529,200,000
Term deposits less than 3 months	824,103,790,917	670,529,200,000
Total	1,102,318,385,177	1,004,605,536,998

2. Accounts receivable from customers – short-term

	30/06/2025	01/01/2025
Weaving JSC – Nam Dinh Textile Garment	73,751,190,813	67,176,229,100
Coats Phong Phu LLC	299,956,333,022	262,239,956,872
Phu Hoang Spinning JSC	49,928,694,678	92,761,853,545
Phong Phu Trading and Investment Promotion Corporation	12,430,807,340	12,930,807,340
Other companies	2,060,086,380,719	1,840,228,916,539
Total	2,496,153,406,572	2,275,337,763,396

3. Loans receivable

	30/06/2025	01/01/2025
Hoa Tho Phu Ninh Garment JSC	3,514,290,000	4,685,720,000
Other companies	1,400,000,000	2,200,000,000
Total	4,914,290,000	6,885,720,000

4. Other receivables

a. Other short-term receivables

	30/06/2025	01/01/2025
Dividends and share of profit receivable	90,651,490,333	22,781,981,000
Loans interest receivable	7,345,814,164	8,844,909,120
Short-term deposits	110,058,601,734	85,215,212,191
Receivables from employees	5,520,136,237	3,811,236,541
Capital contribution in business cooperation contract	98,774,188,174	43,532,895,759
Others	214,844,387,081	274,505,737,193
Total	527,194,617,723	438,691,971,804

b. Other long-term receivables

	30/06/2025	01/01/2025
Long-term deposits	20,900,872,268	15,351,020,741
Others	259,943,250,391	136,715,604,853
Total	280,844,122,659	152,066,625,594

5. Inventories

	30/06/2025		01/01/2025	
	Cost	Allowance	Cost	Allowance
Goods in transit	423,355,579,322	(227,895,458)	605,485,421,257	(5,154,318,288)
Raw materials	1,435,419,764,926	(12,363,097,506)	1,125,474,148,589	(17,648,985,174)
Tools and supplies	8,439,667,967	-	7,697,455,143	-
Work in progress	657,811,660,596	-	777,182,403,236	(2,210,405,049)
Finished goods	668,557,592,076	(44,942,276,502)	575,644,383,411	(45,211,921,761)
Merchandise inventories	43,420,754,613	(536,269,106)	45,064,072,699	(1,918,802,591)
Goods on consignment	70,222,000,643	-	153,793,378,249	(300,869,918)
Total	3,307,227,020,143	(58,069,538,572)	3,290,341,262,584	(72,445,302,781)

6. Tangible fixed assets

	Buildings and structures	Machinery and equipment	Motor vehicles	Office equipment	Others	Total
Cost						
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	1,773,843,556	28,495,754,835	1,402,485,383	1,158,974,269	2,920,490,166	35,751,548,209
Transfer from long-term work in progress	1,887,889,878	81,874,746,882	3,192,861,383	3,489,119,034	406,240,000	90,850,857,177
Disposal/Sale	-	(26,992,059,414)	-	-	-	(26,992,059,414)
Closing balance	3,993,463,003,405	9,525,642,191,371	445,434,644,382	126,351,060,388	189,663,763,734	14,280,554,663,280
Accumulated amortisation						
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	82,924,281,079	256,601,308,538	17,675,314,750	3,496,883,412	6,056,375,793	366,754,163,572
Disposal/Sale	-	(26,874,495,254)	-	-	-	(26,874,495,254)
Closing balance	1,958,846,707,689	6,685,443,493,886	308,772,052,889	99,218,647,640	163,742,924,717	9,216,023,826,821
Net book value						
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	2,034,616,295,716	2,840,198,697,485	136,662,591,493	27,132,412,748	25,920,839,017	5,064,530,836,459

7. Intangible fixed assets

Cost	Land use rights	Software	Others	Total
Opening balance	121,125,604,239	28,370,498,033	1,758,735,714	151,254,837,986
Additions	-	477,000,000	-	477,000,000
Others	-	(1,794,920,213)	-	(1,794,920,213)
Closing balance	121,125,604,239	27,052,577,820	1,758,735,714	149,936,917,773
Accumulated amortisation				
Opening balance	34,431,633,616	22,748,706,507	1,556,458,825	58,736,798,948
Charge for the year	1,156,281,179	998,032,574	30,276,366	2,184,590,118
Others	-	(1,794,920,213)	-	(1,794,920,213)
Closing balance	35,587,914,795	21,951,818,868	1,586,735,191	59,126,468,853
Net book value				
Opening balance	86,693,970,623	5,621,791,526	202,276,889	92,518,039,038
Closing balance	85,537,689,445	5,100,758,953	172,000,523	90,810,448,920

8. Investment property held to earn rental

Cost	Infrastructures in industrial zone	Buildings and structures	Land use rights	Total
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	149,646,642,354	5,862,462,662	366,591,995,896
Accumulated amortisation				
Opening balance	42,251,414,627	55,069,521,791	4,339,583,057	101,660,519,475
Charge for the year	2,945,456,474	1,946,599,394	71,171,706	4,963,227,573
Others	-	-	-	-
Closing balance	45,196,871,101	57,016,121,185	4,410,754,763	106,623,747,048
Net book value				
Opening balance	168,831,476,253	94,577,120,563	1,522,879,605	264,931,476,421
Closing balance	165,886,019,779	92,630,521,170	1,451,707,900	259,968,248,848

9. Construction in progress

	30/06/2025	01/01/2025
Major constructions in progress were as follows:		
<i>Vietnam National Textile and Garment Group – the parent company</i>		
Nam Dinh Fiber Factory	18,973,452,363	18,973,452,363
39-41 Vo Van Kiet Project	287,985,374,383	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	214,328,689,692	102,168,231,581
Total	534,127,751,004	400,958,692,169

10. Accounts payable to suppliers

	30/06/2025	01/01/2025
a. Short-term	1,063,873,851,704	1,258,590,848,176
Duc Giang Garment Corporation – JSC	-	27,692,517,297
Coats Phong Phu LLC	143,282,265,574	160,984,769,508
Nha Trang Textile and Garment JSC	4,685,502,663	1,465,953,176
Other companies	915,906,083,467	1,068,447,608,195
b. Long-term	17,600,000	17,600,000
Total	1,063,891,451,704	1,258,608,448,176

11. Other payables

	30/06/2025	01/01/2025
a. Other payables – short-term	436,203,489,313	562,649,754,189
Trade union fees, social insurance and health insurance	35,961,525,530	43,797,536,287
Short-term deposits and collaterals received	2,457,623,973	1,793,413,973
Loan interests payables	8,466,296,165	8,525,093,103
Dividend payables	10,206,196,611	123,649,559,636
Charity fund	2,845,248,287	2,845,248,287
Others	376,266,598,747	382,038,902,903
b. Other payables – long-term	79,343,114,874	76,708,423,953
Amounts received as capital contribution in jointly controlled operations	45,037,427,000	45,037,427,000
Others	34,305,687,874	31,670,996,953
Total	515,546,604,187	639,358,178,142

12. Borrowings and finance lease liabilities

	30/06/2025		01/01/2025	
	Carrying amount	Amount within repayment capacity	Carrying amount	Amount within repayment capacity
a. Short-term borrowings and finance lease liabilities	4,400,470,234,378	4,400,470,234,378	4,040,032,122,826	4,040,032,122,826
b. Long-term borrowings and financial lease liabilities	2,441,837,174,060	2,441,837,174,060	2,372,225,914,139	2,372,225,914,139
Long-term borrowings	2,365,246,520,297	2,365,246,520,297	2,287,224,261,624	2,287,224,261,624
Finance lease liabilities	76,590,653,763	76,590,653,763	85,001,652,515	85,001,652,515
Total	6,842,307,408,438	6,842,307,408,438	6,412,258,036,965	6,412,258,036,965

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	780,552,165,683	(747,830,122,185)	543,092,845,095	2,406,730,447,445	20,172,889,902	9,025,227,688,024
<i>(Balance as at 1/1/2024 – as previously stated)</i>	<i>5,000,000,000,000</i>	<i>30,361,932,352</i>	<i>214,733,466,584</i>	<i>777,414,063,148</i>	<i>874,895,018,691</i>	<i>(747,830,122,185)</i>	<i>543,092,845,095</i>	<i>2,429,073,760,603</i>	<i>20,172,889,902</i>	<i>9,141,913,854,190</i>
<i>(Restatement)</i>	-	-	-	-	<i>(94,342,853,008)</i>	-	-	<i>(22,343,313,158)</i>	-	<i>(116,686,166,166)</i>
Contributed capital/share capital	-	-	-	-	-	-	-	-	-	-
Dividends paid by shares at subsidiaries	-	-	1,790,450,000	-	(2,328,450,000)	-	-	538,000,000	-	-
Capital increase	-	-	-	-	-	-	-	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	-	-	300,000,000	60,674,886,394	(60,974,886,394)	-	-	-	-	-
Appropriation to bonus and welfare fund	-	-	-	-	(44,260,271,450)	-	-	(29,081,219,440)	-	(73,341,490,890)
Utilisation of funds	-	-	-	-	-	-	-	-	(858,666,915)	(858,666,915)
Dividends	-	-	-	-	(150,000,000,000)	-	-	(251,429,938,893)	-	(401,429,938,893)
Decrease due to divestment of investment in subsidia	-	-	-	(13,134,346,201)	13,134,346,201	-	-	725,906,069	-	725,906,069
Reduce ownership ratio in associates	-	-	-	-	(3,253,722,317)	-	-	-	-	(3,253,722,317)
Other movements	-	-	-	-	1,759,852,182	-	-	(195,679,114)	-	1,564,173,068
Balance at 31/12/2024	5,000,000,000,000	30,361,932,352	216,823,916,584	824,954,603,341	859,011,970,459	(747,830,122,185)	543,092,845,095	2,458,703,102,907	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	859,011,970,459	(747,830,122,185)	543,092,845,095	2,458,703,102,907	19,314,222,987	9,204,432,471,540
<i>(Balance as at 1/1/2025 – as previously stated)</i>	<i>5,000,000,000,000</i>	<i>30,361,932,352</i>	<i>216,823,916,584</i>	<i>824,954,603,341</i>	<i>930,921,957,951</i>	<i>(747,830,122,185)</i>	<i>543,092,845,095</i>	<i>2,458,703,102,907</i>	<i>19,314,222,987</i>	<i>9,276,342,459,032</i>
<i>(Restatement)</i>	-	-	-	-	<i>(71,909,987,492)</i>	-	-	-	-	<i>(71,909,987,492)</i>
Contributed capital/share capital	-	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	321,065,254,152	-	-	260,497,819,154	-	581,563,073,306
Share dividends in subsidiaries	-	-	-	-	-	-	-	-	-	-
Appropriation to investment and development fund	-	-	-	102,418,287,842	(102,418,287,842)	-	-	-	-	-
Appropriation to bonus and welfare fund	-	-	-	-	(77,733,597,108)	-	-	-	-	(77,733,597,108)
Utilisation of funds	-	-	-	-	(42,340,261,962)	-	-	-	(311,037,498)	(42,651,299,460)
Dividends	-	-	-	-	-	-	-	(32,642,728,847)	-	(32,642,728,847)
Decrease due to divestment in subsidiary	-	-	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-	-	-	-
Balance at 30/06/2025	5,000,000,000,000	30,361,932,352	216,823,916,584	927,372,891,183	957,585,077,699	(747,830,122,185)	543,092,845,095	2,686,558,193,213	19,003,185,489	9,632,967,919,431

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

	%	30/06/2025	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
<i>In which:</i>		-	-
Itochu Corporation	13.00%	650,000,000,000	650,000,000,000
		-	-
Total	100%	5,000,000,000,000	5,000,000,000,000

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

14. Revenue from sales of goods and provision of services

	Six-month period ended	
	30/06/25	30/06/24
Total revenue		
Sales	8,421,391,099,838	7,702,375,190,165
Services and processing	261,370,333,138	212,507,962,201
Sales and lease of property	44,899,332,204	53,609,879,105
Total	8,727,660,765,180	7,968,493,031,471
Less revenue deductions		
Sales discounts	(8,827,239,946)	(9,505,751,741)
Sales allowances	(146,436,426)	(136,758,146)
Sales returns	(806,537,970)	(4,859,476,645)
Total	(9,780,214,342)	(14,501,986,532)
Net revenue	8,717,880,550,838	7,953,991,044,939

15. Cost of sales

	Six-month period ended	
	30/06/25	30/06/24
Finished goods and merchandise goods sold	7,373,110,568,874	7,002,110,553,957
Inventories damaged due to fire	-	-
Services provided	162,194,227,442	141,847,867,798
Lease of property	23,456,780,971	33,635,374,662
Allowance for inventories	(14,375,764,209)	(37,828,594,678)
Total	7,544,385,813,078	7,139,765,201,739

16. Financial income

	Six-month period ended	
	30/06/25	30/06/24
Interest income from deposits and loans	73,473,200,300	63,475,794,785
Gain from disposals of subsidiaries, associates and other entities	8,000,406,734	16,096,499,309
Dividends	12,604,982,000	10,369,766,000
Foreign exchange gains	95,479,305,660	95,134,435,541
Other financial income	321,379,278	239,977,671
Total	189,879,273,972	187,376,560,478

17. Financial expenses

	Six-month period ended	
	30/06/25	30/06/24
Interest expense	163,056,220,645	174,475,079,492
Provision of allowance for diminution in value of long-term financial investments	12,271,952,731	7,663,335,564
Foreign exchange losses	92,338,098,564	127,865,885,740
Other financial expenses	1,438,451,695	9,722,761,006
Total	269,104,723,635	319,727,061,802

18. Comparative information

In preparing the financial statements for the six - month period ended 30 June 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
Retained profits	859,011,970,459	930,921,957,951

PREPARED BY

Nguyen Thi Nga**CHIEF ACCOUNTANT**

Nguyen Ngoc Cach*Hà Nội, 30 July 2025***GENERAL DIRECTOR****Cao Hữu Hiếu**