

# **CONSOLIDATED FINANCIAL STATEMENTS**

## **PROTRADE GARMENT JOINT STOCK COMPANY**

for the fiscal year ended as at 31/12/2024

(audited)



**PROTRADE GARMENT JOINT STOCK COMPANY**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

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## **PROTRADE GARMENT JOINT STOCK COMPANY**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

### **REPORT OF THE BOARD OF MANAGEMENT**

The Board of Management of Protrade Garment Joint Stock Company ("the Company") presents its report and the Company's Consolidated Financial Statements for the fiscal year ended as at 31 December 2024.

#### **THE COMPANY**

Protrade Garment Joint Stock Company (the abbreviation: Protrade Garment JSC) is converted from Protrade Garment Company Limited under Decision No. 2147/QĐ-UBND dated 21 August 2015 of Binh Duong Province People's Committee. The Company operates under Joint stock company Enterprise registration certificate No. 3700769438 dated 01 December 2015 issued by the Binh Duong Province Department of Investment and Planning, 4th re-registered on 27 January 2022.

The Company's head office is located at No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province.

#### **BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION**

The members of The Board of Directors during the fiscal year and to the reporting date are:

Mr. Nguyen An Dinh	Chairman
Mrs. Pham Thi Vuong	Vice Chairman
Mr. Phan Thanh Duc	Member
Mrs. Nguyen Thi Truc Thanh	Member
Mr. Nguyen Xuan Quan	Member
Mr. Nguyen Hong Anh	Member
Mr. Nguyen Vinh Bao	Member

The members of The Board of Management during the fiscal year and to the reporting date are:

Mr. Phan Thanh Duc	General Director	
Mrs. Nguyen Thi Truc Thanh	Deputy General Director	
Mr. Nguyen Xuan Quan	Standing Deputy General Director	Appointed on 01/01/2024

The members of the Board of Supervision are:

Mr. Le Trong Nghia	Head of Control Department
Mr. Hua Tuan Cuong	Member
Mrs. Nguyen Thi Kim Phuong	Member

#### **LEGAL REPRESENTATIVE**

The legal representative of the Company during the year and until the preparation of this Consolidated Financial Statements is Mr. Phan Thanh Duc – General Director.

#### **AUDITORS**

The auditors of the AASC Auditing Firm Company Limited have taken the audit of Consolidated Financial Statements for the Company.



**PROTRADE GARMENT JOINT STOCK COMPANY**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

**STATEMENT OF THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

The Board of Management is responsible for the Consolidated Financial statements of each financial year which give a true and fair view of the state of affairs of the Company and of results of its operation and its cash flows for the year. In preparing those Consolidated Financial statements, The Board of Management is required to:

- Establish and maintain an internal control system which is determined necessary by the Board of Directors and Board of Management to ensure the preparation and presentation of Consolidated Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Consolidated Financial Statements;
- Prepare the Consolidated Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of the Consolidated Financial Statements;
- Prepare the Consolidated Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of Management is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at any time and to ensure that the Consolidated Financial Statements comply with the registered accounting system. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Consolidated Financial Statements give a true and fair view of the financial position at 31 December 2024, its operation results and cash flows in the year 2024 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Consolidated Financial Statements.

**Other commitments**

The Board of Management pledges that the Company complies with Decree No. 155/2020/ND-CP dated 31 December 2020 on detailing and guiding the implementation of a number of articles of the Law on Securities and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market and the Circular No. 68/2024/TT-BTC dated 18 September 2024 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 96/2020/TT-BTC.

*Binh Duong, 25 March 2025*

**On behalf of The Board of Management**

**General Director**



**Phan Thanh Duc**





No. 250325.002/BCTC.HCM

## INDEPENDENT AUDITORS' REPORT

To: Shareholders, The Board of Directors and The Board of Management  
Protrade Garment Joint Stock Company

We have audited the Consolidated Financial Statements of Protrade Garment Joint Stock Company prepared on 25 March 2025, as set out on pages 05 to 38, including: Consolidated Statement of Financial position as at 31 December 2024, Consolidated Statement of Income, Consolidated Statement of Cash flows and Notes to the Consolidated Financial Statements for the fiscal year then ended.

### The Board of Management's responsibility

The Board of Management is responsible for the preparation and presentation of Consolidated Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements and for such internal control as directors management determines is necessary to enable the preparation and presentation of Consolidated 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 Consolidated Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with standards and ethical requirements; plan and perform the audit to obtain reasonable assurance about whether the Consolidated Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of Consolidated Financial Statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Management, as well as evaluating the overall presentation of the Consolidated 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 Consolidated Financial Statements give a true and fair view, in all material respects, of the financial position of Protrade Garment Joint Stock Company as at 31 December 2024, and of the results of its operations and its cash flows for the fiscal year ended as at 31 December 2024 in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Consolidated Financial statements.

Ho Chi Minh City, 25 March 2025

Branch of AASC Auditing Firm Company Limited



Certificate of registration for audit practising  
No. 2202-2023-002-1

Auditor

Le Truong Long

Certificate of registration for audit practising  
No. 5480-2025-002-1

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## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

Code	ASSETS	Note	31/12/2024	01/01/2024
			VND	VND
100	<b>A. CURRENT ASSETS</b>		892,610,103,449	762,014,891,824
110	<b>I. Cash and cash equivalents</b>	04	48,862,200,008	69,598,955,414
111	1. Cash		33,862,200,008	69,598,955,414
112	2. Cash equivalents		15,000,000,000	
120	<b>II. Short-term investments</b>	05	265,402,054,405	166,744,272,248
123	1. Held-to-maturity investments		265,402,054,405	166,744,272,248
130	<b>III. Short-term receivables</b>		283,259,843,690	222,761,345,790
131	1. Short-term trade receivables	06	264,878,083,754	210,899,208,203
132	2. Short-term prepayments to suppliers	07	2,854,723,972	5,091,815,541
136	3. Other short-term receivables	08	15,770,829,138	7,101,865,220
137	4. Provision for short-term doubtful debts		(243,793,174)	(331,543,174)
140	<b>IV. Inventories</b>	10	235,196,575,141	257,014,934,641
141	1. Inventories		235,196,575,141	257,014,934,641
150	<b>V. Other short-term assets</b>		59,889,430,205	45,895,383,731
151	1. Short-term prepaid expenses	13	2,969,040,286	2,707,839,765
152	2. Deductible VAT		56,714,019,747	42,981,173,737
153	3. Taxes and other receivables from State budget	19	206,370,172	206,370,229
200	<b>B. NON-CURRENT ASSETS</b>		240,012,748,511	249,693,595,113
210	<b>I. Long-term receivables</b>		201,733,066	401,733,066
216	1. Other long-term receivables	08	201,733,066	401,733,066
220	<b>II. Fixed assets</b>		186,258,390,439	196,143,972,823
221	1. Tangible fixed assets	11	185,293,709,231	194,744,507,438
222	- Historical cost		534,316,422,805	512,534,834,858
223	- Accumulated depreciation		(349,022,713,574)	(317,790,327,420)
227	2. Intangible fixed assets	12	964,681,208	1,399,465,385
228	- Historical cost		9,414,714,111	9,414,714,111
229	- Accumulated amortization		(8,450,032,903)	(8,015,248,726)
240	<b>IV. Long-term assets in progress</b>		-	210,649,100
242	1. Construction in progress		-	210,649,100
250	<b>V. Long-term investments</b>	05	3,000,000,000	-
255	1. Held-to-maturity investments		3,000,000,000	-
260	<b>VI. Other long-term assets</b>		50,552,625,006	52,937,240,124
261	1. Long-term prepaid expenses	13	34,432,924,801	34,594,132,994
269	2. Goodwill	14	16,119,700,205	18,343,107,130
270	<b>TOTAL ASSETS</b>		<u>1,132,622,851,960</u>	<u>1,011,708,486,937</u>

**PROTRADE GARMENT JOINT STOCK COMPANY**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward,  
Thuan An City, Binh Duong Province

**Consolidated Financial Statements**  
for the fiscal year ended as at 31/12/2024

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

(continued)

Code	CAPITAL	Note	31/12/2024 VND	01/01/2024 VND
<b>300</b>	<b>C. LIABILITIES</b>		<b>480,502,349,514</b>	<b>464,813,993,284</b>
<b>310</b>	<b>I. Current liabilities</b>		<b>429,780,680,408</b>	<b>371,344,800,413</b>
311	1. Short-term trade payables	16	124,773,367,951	131,499,125,452
313	2. Taxes and other payables to State budget	19	19,898,179,112	17,191,971,013
314	3. Payables to employees		88,591,516,135	81,138,037,872
315	4. Short-term accrued expenses	17	202,873,889	551,751,772
319	5. Other short-term payables	18	3,383,861,511	3,117,896,127
320	6. Short-term borrowings and finance lease liabilities	15	184,271,067,012	133,843,189,327
322	7. Bonus and welfare fund		8,659,814,798	4,002,828,850
<b>330</b>	<b>II. Non-current liabilities</b>		<b>50,721,669,106</b>	<b>93,469,192,871</b>
338	1. Long-term borrowings and finance lease liabilities	15	35,922,178,558	71,422,178,558
341	2. Deferred income tax liabilities	32	14,799,490,548	22,047,014,313
<b>400</b>	<b>D. OWNER'S EQUITY</b>		<b>652,120,502,446</b>	<b>546,894,493,653</b>
<b>410</b>	<b>I. Owner's equity</b>	<b>20</b>	<b>652,120,502,446</b>	<b>546,894,493,653</b>
411	1. Contributed capital		247,999,200,000	247,999,200,000
411a	Ordinary shares with voting rights		247,999,200,000	247,999,200,000
412	2. Share premium		130,334,259	130,334,259
416	3. Differences upon asset revaluation		-	(1,135,037,967)
418	4. Development and investment funds		83,301,072,046	59,369,394,731
421	5. Retained earnings		288,941,796,108	220,108,953,996
421a	Retained earnings accumulated to previous year		124,666,351,653	95,027,882,467
421b	Retained earnings of the current year		164,275,444,455	125,081,071,529
429	6. Non – Controlling Interests		31,748,100,033	20,421,648,634
<b>440</b>	<b>TOTAL CAPITAL</b>		<b>1,132,622,851,960</b>	<b>1,011,708,486,937</b>

Preparer



Le Van Dong

Chief Accountant



Nguyen Minh Thuy

Binh Duong, 25 March 2025

General Director



Phan Thanh Duc



## CONSOLIDATED STATEMENT OF INCOME

*for the fiscal year ended as at 31/12/2024*

Code	ITEMS	Note	Year 2024	Year 2023
			VND	VND
01	1. Revenue from sales of goods and rendering of services	22	1,821,385,866,875	1,565,802,348,007
02	2. Revenue deductions	23	4,856,209,191	5,877,210,206
10	3. Net revenue from sales of goods and rendering of services		1,816,529,657,684	1,559,925,137,801
11	4. Cost of goods sold and services rendered	24	1,504,153,889,016	1,293,751,936,222
20	5. Gross profit from sales of goods and rendering of services		312,375,768,668	266,173,201,579
21	6. Financial income	25	55,484,199,526	43,257,347,169
22	7. Financial expense	26	41,118,135,008	35,982,525,942
23	In which: Interest expense		11,845,150,484	17,051,343,034
24	8. Share of joint ventures and associates' profit or loss		-	-
25	9. Selling expense	27	17,171,901,229	19,846,457,680
26	10. General and administrative expenses	28	105,913,552,852	96,647,787,314
30	11. Net profits from operating activities		203,656,379,105	156,953,777,812
31	12. Other income	29	6,871,619,190	8,322,902,684
32	13. Other expenses	30	217,525,047	6,846,247,986
40	14. Other profit		6,654,094,143	1,476,654,698
50	15. Profit after corporate income tax		210,310,473,248	158,430,432,510
51	16. Current corporate income tax expense	31	41,924,287,275	32,308,102,363
52	17. Deferred corporate income tax expense	32	(7,247,523,765)	3,561,018,222
60	18. Profit after corporate income tax		<u>175,633,709,738</u>	<u>122,561,311,925</u>
61	19. Profit after tax attributable to owners of the parent		164,275,444,455	123,382,071,529
62	20. Profit after tax attributable to non-controlling interest		11,358,265,283	(820,759,604)
70	21. Basic earnings per share	33	6,624	4,975

Preparer



Le Van Dong

Chief Accountant



Nguyen Minh Thuy

Binh Duong, 25 March 2025

General Director



Phan Thanh Duc

## CONSOLIDATED STATEMENT OF CASH FLOWS

for the fiscal year ended as at 31/12/2024  
(Indirect method)

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	1. Profit before tax		210,310,473,248	158,430,432,510
	2. Adjustments for			
02	- Depreciation and amortization of fixed assets and investment properties		35,061,474,160	38,015,014,972
03	- Provisions		(87,750,000)	87,750,000
04	- Exchange gains / losses from retranslation of monetary items denominated in foreign currency		308,115,203	1,682,374,620
05	- Gains / losses from investment activities		(9,416,738,116)	(9,250,273,564)
06	- Interest expense		11,845,150,484	17,051,343,034
08	3. Operating profit before changes in working capital		248,020,724,979	206,016,641,572
09	- Increase/ decrease in receivables		(74,855,135,060)	(26,488,282,089)
10	- Increase/ decrease in inventories		21,818,359,500	17,869,261,154
11	- Increase/ decrease in payables (excluding interest payables/ corporate income tax payables)		(1,017,845,689)	(2,750,189,513)
12	- Increase/ decrease in prepaid expenses		(1,090,889,232)	1,981,679,901
14	- Interest paid		(11,904,963,971)	(17,120,849,470)
15	- Corporate income tax paid		(37,704,294,284)	(62,606,904,093)
17	- Other payments on operating activities		(3,719,101,113)	(14,863,775,524)
20	Net cash flows from operating activities		139,546,855,130	102,037,581,938
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	1. Purchase or construction of fixed assets and other long-term assets		(21,750,938,847)	(6,444,967,909)
22	2. Proceeds from disposals of fixed assets and other long-term assets		13,636,364	441,978,587
23	3. Loans and purchase of debt instruments from other entities		(197,867,782,157)	(119,329,980,549)
24	4. Collection of loans and resale of debt instrument of other entities		96,210,000,000	72,180,500,000
25	5. Equity investments in other entities		-	(15,291,000,000)
26	6. Proceeds from equity investment in other entities		(31,813,884)	-
27	7. Interest and dividend received		11,035,610,813	5,319,526,136
30	Net cash flows from investing activities		(112,391,287,711)	(63,123,943,735)



## CONSOLIDATED STATEMENT OF CASH FLOWS

*for the fiscal year ended as at 31/12/2024*  
(Indirect method)

Code ITEMS	Note	Year 2024 VND	Year 2023 VND
<b>III CASH FLOWS FROM FINANCING ACTIVITIES</b>			
33 1. Proceeds from borrowings		1,673,471,992,286	1,331,435,944,206
34 2. Repayment of principal		(1,659,452,586,345)	(1,393,550,552,235)
36 3. Dividends or profits paid to owners		(61,993,806,450)	(74,394,997,650)
40 <i>Net cash flows from financing activities</i>		(47,974,400,509)	(136,509,605,679)
50 <i>Net cash flows in the year</i>		(20,818,833,090)	(97,595,967,476)
60 <i>Cash and cash equivalents at the beginning of the year</i>		69,598,955,414	167,291,649,573
61 <i>Effect of exchange rate fluctuations</i>		82,077,684	(96,726,683)
70 <i>Cash and cash equivalents at the end of the year</i>	04	48,862,200,008	69,598,955,414

(\*) This amount represents the refund the Company received following the dissolution of its subsidiary, Protrade Laundry JSC in 2024. The total assets of Protrade Laundry as of the dissolution date amounted to VND 15,588,803,000. The Company received VND 15,556,989,116, corresponding to its 99.8% shareholding. Of this amount, VND 14,950,000,000 had already been received in previous years and recorded under 'Other short-term payables' in the separate financial statements. The remaining VND 606,989,116 was collected in 2024, and VND 31,813,884 was paid to non-controlling interests.

Preparer



Le Van Dong

Chief Accountant



Nguyen Minh Thuy

Binh Duong, 25 March 2025

General Director



Phan Thanh Duc



## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

*for the fiscal year ended as at 31/12/2024*

### 1. GENERAL INFORMATION

#### Forms of Ownership

Protrade Garment Joint Stock Company (the abbreviation: Protrade Garment JSC) is converted from Protrade Garment Company Limited under Decision No. 2147/QĐ-UBND dated 21 August 2015 of Binh Duong Province People's Committee. The Company operates under Joint stock company Enterprise registration certificate No. 3700769438 dated 01 December 2015 issued by the Binh Duong Province Department of Investment and Planning, 4th re-registered on 27 January 2022.

The Company's head office is located at No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province.

The Company's charter capital is VND 120,000,000,000, actual contributed capital as at 31/12/2024 was VND 247,999,200,000; equivalent to 24,799,920 shares with the price of VND 10,000 per share. The Company is completing the procedures to amend the Enterprise Registration Certificate following the increase in charter capital.

Total employees of the Company as at 31 December 2024: 2,367 (as at 01 January 2024: 2,293).

#### Business field

Manufacturing and trading garment products

#### Business activities

Main business activities of the Company are:

- Manufacturing garment;
- Manufacturing clothing accessories (collar lace, embroidered, belts);
- Trading embroidery;
- Trading materials of garment;
- Wash service (not at the head quarter).

#### The Company's operation in the fiscal year that affects the Consolidated Financial Statements:

The textile and garment industry has recovered thanks to the rebound in consumer demand following a period of decline, particularly in major markets such as the United States, the EU, and Japan. Free trade agreements have helped expand export markets, and orders have increased again since the second half of 2024, contributing to growth. This has had a positive impact on the Company's business operations; specifically, net revenue from the sale of goods and provision of services this year increased by VND 256.604 billion (equivalent to 16.45%), while cost of goods sold increased by VND 210.401 billion (equivalent to 16.26%), resulting in an increase in gross profit from the sale of goods and provision of services of VND 46.202 billion (equivalent to 17.36%) compared to the previous year.

#### Group structure

The Group's subsidiaries consolidated in Consolidated Financial Statements as at 31/12/2024 include:

No.	Name	Address	Proportion of ownership	Proportion of voting rights	Main business activities
1	Protrade Garment Joint Stock Company	Binh Duong Province	76.08%	76.08%	Wash



## **2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY**

### **2.1 . Accounting period and accounting currency**

Annual accounting period commences from 1 January and ends as at 31 December.  
The Company maintains its accounting records in Vietnam Dong (VND).

### **2.2 . Accounting Standards and Accounting system**

#### *Applicable Accounting Policies*

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC and the Circular No. 202/2014/TT-BTC dated 22/12/2014 by the Ministry of Finance guiding the preparation and presentation of Consolidated Financial Statements.

#### *Declaration of compliance with Accounting Standards and Accounting System*

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.

### **2.3 . Basis for the preparation of Consolidated Financial Statements**

Consolidated Financial Statements are prepared based on consolidating Separate Financial Statements of the Company and Financial Statements of its subsidiaries under its control as at 31 December annually. Control right is achieved when the Company has power to govern the financial and operating policies of invested companies to obtain benefits from their activities.

Consistent accounting policies are applied in Financial Statements of subsidiaries and the Company. If necessary, adjustments are made to the Financial Statements of subsidiaries to ensure the consistency of application of accounting policies among the Company and its subsidiaries.

The results of operations of subsidiaries that are acquired or disposed of during the year are presented in the consolidated financial statements from the date of acquisition until the date the investment is disposed of

Balance, main incomes and expenses, including unrealized profits from intra-group transactions are eliminated in full from Consolidated financial statements.

Non-controlling interests

Non - controlling interests represents the portion of profit or loss and net assets not held by owners.

### **2.4 . Accounting estimates**

The preparation of Consolidated Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the Consolidated Financial Statements and the reported amounts of revenues and expenses during the accounting year.

The estimates and assumptions that have a material impact in the Consolidated Financial Statements include:

- Provision for bad debts
- Provision for devaluation of inventory
- Estimated allocation of prepaid expenses
- Estimated useful life of fixed assets
- Classification and provision of financial investments
- Estimated accrued expenses
- Estimated income tax

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company's Consolidated Financial Statements and that are assessed by the Board of Management to be reasonable under the circumstances.



## 2.5 . Financial instruments

### *Initial recognition*

#### Financial assets

Financial assets of the Company include cash, cash equivalents, trade receivables, other receivables, lending loans. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

#### Financial liabilities

Financial liabilities of the Company include borrowings, trade payables, other payables and accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expenses directly related to the issuance of those

### *Subsequent measurement after initial recognition*

Financial assets and financial liabilities are not revalued according to fair value at the end of the year because the Circular No. 210/2009/TT-BTC and prevailing statutory regulations require to present Financial statements and Notes to financial instruments but not provide any relevant instruction for assessment and recognition of fair value of financial assets and financial liabilities.

## 2.6 . Foreign currency transactions

Foreign currency transactions during the year are translated into Vietnam Dong using the actual rate at transaction date.

Actual exchange rate when revaluating monetary items denominated in foreign currencies at the reporting date of Consolidated Financial Statements is determined under the following principles:

- For asset accounts, applying the bid rate of the commercial bank where the Company regularly conducts transaction;
- For cash deposited in bank, applying the bid rate of the commercial bank where the Company opens its foreign currency
- For liability accounts, applying the offer rate of the commercial bank where the Company regularly conducts transactions.

All exchange differences arising as a result of transactions or revaluation at the balance sheet date shall be recorded into the financial income or expense in the year.

## 2.7 . Cash and cash equivalents

Cash comprises cash on hand, demand deposits

Cash equivalents are short-term investments with the maturity of not over than 3 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

## 2.8 . Goodwill

The goodwill or interest from a cheap purchase is defined as the difference between the cost of the business combination and acquirer's interest in the net fair value of the identifiable subsidiary assets at the acquisition date held by Parent. Cheap purchase interest (if any) will be recognized in the consolidated income statement. Goodwill is allocated to costs by the straight-line method for an estimated useful period of 10 years. Periodically the Company will assess goodwill losses at the subsidiary, if there is evidence that the loss of goodwill is greater than the annual allocation, the allocation shall be based on the loss of goodwill in the year of arising.



## **2.9 . Financial investments**

*Investments held to maturity* comprise term deposits held to maturity to earn profits periodically and other held to maturity investments.

*Investments in other entities* comprise investments in equity instruments of other entities without having control, joint control, or significant influence on the investee. These investments are initially stated at original cost. After initial recognition, these investments are measured at original cost less provision for devaluation of investments.

Provision for investments held to maturity at the end of the year shall be made based on the recovery capacity in accordance with statutory regulations.

- With regard to investments held long-term (other than trading securities) without significant influence on the investee: If the investment is made in listed shares or the fair value of the investment is determined reliably, the provisions shall be made on the basis of the market value of the shares; if the fair value of the investment is not determined at the reporting date, the provision shall be made based on the Financial Statements at the provision date of the investee.
- With regard to investments held to maturity, the provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.

## **2.10 . Receivables**

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. The receivables shall be classified into short-term receivables or long-term receivables on the consolidated financial statements according to their remaining terms at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimating possible losses.

## **2.11 . Inventories**

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Net realizable value is estimated based on the selling price of the inventory minus the estimated costs for completing the products and the estimated costs needed for their consumption.

The cost of inventory is calculated using weighted average method.

Inventory is recorded by perpetual method.

Method for valuation of work in process at the end of the year: The value of work in progress is recorded based on actual cost incurred for each unfinished product

Provision for devaluation of inventories made at the end of the year is based on the excess of original cost of inventory over their net realizable value.

## **2.12 . Fixed assets**

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount.

Subsequent measurement after initial recognition

If these costs augment future economic benefits obtained from the use of tangible fixed assets are extended to their initial standards conditions, these costs are capitalized as an incremental in their historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the (Separate) Statement of income in the period in which the costs are incurred.



Fixed assets are depreciated (amortised) using the straight-line method over their estimated useful life as follows:

- Buildings, structures	05 - 25 years
- Machineries, equipments	05 - 06 years
- Vehicles, transportation equipments	06 - 10 years
- Management equipments	03 - 08 years
- Land use rights	20 years
- Management softwares	03 - 05 years
- Other fixed assets	05 - 25 years

### **2.13 . Construction in progress**

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs.

### **2.14 . Operating lease**

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to Statement of Income on a straight-line basis over the period of the lease.

### **2.15 . Prepaid expenses**

The expenses incurred but related to operating results of several accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria.

Types of prepaid expenses include:

- Prepaid land expenses include prepaid land rental, including those related to leased land for which the Company has received certificate of land use right but not eligible for recording as intangible fixed asset in accordance with the Circular No. 45/2013/TT-BTC dated 25 April 2013 issued by the Ministry of Finance guiding regulation on management, use and depreciation of fixed assets and other expenses related to ensure for the use of leased land. These expenses are recognized in the consolidated statement of income on a straight-line basis according to the lease term of the contract.
- Tools and supplies include assets which are possessed by the Company in an ordinary course of business, with historical cost of each asset less than 30 million dongs and therefore not eligible for recording as fixed asset under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis no more than 03 years.
- Land lease and apartment rental expenses are recorded at original cost and allocated on a straight-line basis over a period of 12 months or more.
- Other prepaid expenses are recorded at their historical costs and allocated on the straight-line basis within its useful life.

### **2.16 . Payables**

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. The payables shall be classified into short-term payables or long-term payables on the consolidated financial statements according to their remaining terms at the reporting date.

### **2.17 . Borrowings**

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings and finance lease liabilities. In case of borrowings denominated in foreign currency, they shall be recorded in details in terms of types of currency.



## 2.18 . Borrowing costs

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

## 2.19 . Accrued expenses

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting period, but the payments for such goods or services have not been made and other payables such as leasing factory expense, accrued interest expense, etc. which are recorded as operating expenses of the reporting year.

The recording of accrued expenses as operating expenses during the year shall be carried out under the matching principle between revenues and expenses during the year. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

## 2.20 . Owner's equity

Owner's equity is stated at actually contributed capital of owners.

Share premium is recorded at the difference between the par value with costs directly attributable to the issuance of shares and issue price of shares (including the case of re-issuing treasury shares) and can be a positive premium (if the issue price is higher than par value and costs directly attributable to the issuance of shares) or negative premium (if the issue price is lower than par value and costs directly attributable to the issuance of shares).

Differences arising from asset revaluation shall be recorded when receiving decision of State on asset revaluation, or when carrying out the equitization of State-owned enterprises and other cases in accordance with legal regulations

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profits appropriation or loss handling of the Company.

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after the announcement of dividend payment from the Board of Directors and announcement of cut-off date for dividend payment of Vietnam Securities Depository and Clearing Corporation.

## 2.21 . Revenue

Revenue is recognized to extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measures regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns. The following specific recognition conditions must also be met when recognizing revenue:

### *Revenue from sale of goods*

- The majority of risks and benefits associated with the right to own the products or goods have been transferred to the
- The Company no longer holds the right to manage the goods as the goods owner, or the right to control the goods;

### *Revenue from rendering of services*

- The percentage of completion of the transaction at the Balance sheet date can be measured reliably

### *Financial income*

Financial incomes include income from assets yielding interest, royalties, dividends and other financial gains by the Company shall be recognised when the two conditions are satisfied:

- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The amount of the revenue can be measured reliably.

Dividend income shall be recognised when the Company's right to receive dividend is established.



## **2.22 . Revenue deductions**

Revenue deductions from sales of goods and rendering of services arising in the year include sales discounts.

Sales discount incurred in the same period of sale of goods and rendering of services are recorded as a decrease in revenue in the incurring period. In case goods and services are sold in the previous periods, but until the next year they are incurred as deductible items, the Company records the decrease in revenue under the following principles: If it is incurred prior to the issuance of Financial Statements, it is then recorded as a decrease in revenue on the Financial Statements of the reporting year (the previous year); and if it is incurred after the issuance of Financial Statements, it is recorded as a decrease in revenue of incurring period (the next year).

## **2.23 . Cost of goods sold and services rendered**

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, labour cost and fixed manufacturing overheads not allocated to the value of inventory, provision for devaluation of inventory, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the year even when products and goods have not been determined as sold.

## **2.24 . Financial expenses**

Items recorded into financial expenses consist of:

- Borrowing costs;
- Losses from sale of foreign currency, exchange loss, etc.

The above items are recorded by the total amount arising in the year without offsetting against financial income.

## **2.25 . Corporate income tax**

### **a) Deferred income tax liability**

Deferred income tax liability is recognized for taxable temporary differences.

Deferred income tax liability are determined based on prevailing corporate income tax rate .

### **b) Current corporate income tax expenses and Deferred corporate income tax expenses**

Current corporate income tax expenses are determined based on taxable income during the year and current corporate income tax rate.

Deferred corporate income tax expenses are determined based on deductible temporary differences, the taxable temporary differences and corporate income tax rate.

Current corporate income tax expenses and deferred corporate income tax expenses are not offset against each other.

### **c) Tax incentives policies at Fashion Development Joint Stock Company**

According to Investment Registration Certificate No. 6823227811 for the first time on 09/02/2018, 1st re-registered on 16/04/2018 issued by the People's Committee of Binh Duong Province - the Board of Management of Binh Duong Industrial Parks, the Company is entitled to preferential investment incentives as follows: The Company is exempted from corporate income tax for 02 (two) years and reduced by 50% (fifty percent) of the tax payable for 04 (four) subsequent years for income from implementing new investment projects.

The tax exemption and reduction period is applied continuously starting from the first year in which the Company realizes taxable income from the new investment project that is eligible for tax incentives. In the event that the Company has no taxable income during the first three years from the initial year the new investment project generates revenue, the tax exemption and reduction period will commence from the fourth year in which the new investment project generates revenue. The year 2024 marks the sixth year in which the Company has generated revenue from this investment project



d) Current corporate income tax rate

The Company and the subsidiaries are applied corporate income tax rate as at 31/12/2024, as follows:

- At the Parent company: are subject to corporate income tax of 20% for business activities which have taxable income.
- At Fashion Development Joint Stock Company is reduction 50% corporate income tax for investment project and applying corporate income tax of 20% for remaining business activities.

**2.26 . Earnings per share**

Basic earnings per share are calculated by dividing net profit or loss after tax for the year attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund and allowance for Board of Directors) by the weighted average number of ordinary shares outstanding during the year.

**2.27 . Related parties**

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

In considering the relationship of related parties to serve for the preparation and presentation of Consolidated Financial Statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

**2.28 . Segment information**

Because the Company's main activities are garment manufacturing, processing for foreign market, the Company does not prepare segment reports by business segment and geographical segment.

**3 . DISSOLUTION OF PROTRADE LAUNDRY JOINT STOCK COMPANY**

On 13/09/2024, the Binh Duong Department of Planning and Investment issued a notice concerning the dissolution/termination of Protrade Laundry JSC. Accordingly, based on the Minutes of the General Meeting of Shareholders No. 01/2024 of Protrade Laundry JSC regarding the distribution of remaining assets to shareholders upon dissolution, the Company received VND 15,556,989,116, corresponding to its 99.8% shareholding in Protrade Laundry. The dissolution of Protrade Laundry Joint Stock Company did not generate any gain or loss on the consolidated statement of profit or loss.

**4 . CASH**

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	543,655,479	273,424,055
Demand deposits	33,318,544,529	69,325,531,359
Cash equivalents (*)	15,000,000,000	-
	<b>48,862,200,008</b>	<b>69,598,955,414</b>

(\*) As at 31/12/2024, cash equivalents are 40-day term deposits with value at VND 15,000,000,000 at Vietnam JSC Bank for Industry and Trade - Ho Chi Minh City Branch with interest rate at 4.2% per annum.



## Consolidated Financial Statements

for the fiscal year ended as at 31/12/2024

## 5. FINANCIAL INVESTMENTS

a) **Trading securities**

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
<b>Short-term investments</b>				
- Term deposits <sup>(1)</sup>	265,402,054,405	-	166,744,272,248	-
	265,402,054,405	-	166,744,272,248	-
<b>Long-term investments</b>				
- Term deposits <sup>(2)</sup>	3,000,000,000	-	-	-
	3,000,000,000	-	-	-
	<b>268,402,054,405</b>	-	<b>166,744,272,248</b>	-

<sup>(1)</sup> Deposits with term of 12 months at commercial banks at the interest rate of from 4.1% per annum to 5.0% per annum. In which, the amount of deposits used as collateral for borrowings was VND 46,862,054,405. (Detailed as in Note No. 15).

(2) Deposits with term of more than 12 months at commercial banks at the interest rate of 4.1% per annum. In which, the amount of deposits used as collateral for borrowings. (Detailed as in Note No. 15).

b) **Equity investments in other entities**

	31/12/2024		01/01/2024	
	Original cost	Provision	Proportion of voting rights	Proportion of voting rights
	VND	VND	%	%
Smart Tailor JSC <sup>(3)</sup>	-	-	13.19	13.19
	-	-	-	-

The Company has not determined the fair value of financial investments since Vietnam Accounting Standards and Vietnam Corporate Accounting System has not had any detailed guidance on the determination of the fair value.

(3) The investment in Smart Tailor Joint Stock Company has a value of VND 0, because the Company is recording the value of this investment at the revaluation value at the time of equityization. As at 31/12/2024, this Company is still temporarily suspending operations and has accumulated losses exceeding the equity value.

**6 .SHORT-TERM TRADE RECEIVABLES**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
- Rcrv Inc DbA Rock Revival	86,685,444,918	-	85,599,444,400	-
- Victory 2020, LLC (DBA Miss Me)	89,960,970,560	-	43,429,090,377	-
- Olymp Bezner Kg Hopfighemer	39,118,367,575	-	31,952,656,057	-
- Others	49,113,300,701	-	49,918,017,369	-
	<b>264,878,083,754</b>	<b>-</b>	<b>210,899,208,203</b>	<b>-</b>

**7 .SHORT-TERM PREPAYMENTS TO SUPPLIERS**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
- Duong Minh Phat Technology Service Trading Co., Ltd	782,720,380	-	-	-
- Foshan Seazon Textile and Garment Co., LTD	520,456,781	-	-	-
- Tien Phat Tai Trading Services Co., Ltd	405,358,880	-	-	-
- Gerber Scientific International LTD	357,461,103	-	-	-
- Thanh Tung Fire fighting and prevention Co., Ltd	-	-	3,660,371,640	-
- Others	788,726,828	-	1,431,443,901	(87,750,000)
	<b>2,854,723,972</b>	<b>-</b>	<b>5,091,815,541</b>	<b>(87,750,000)</b>

**8 .OTHER RECEIVABLES**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Short-term</b>				
- Advances	2,145,465,234	-	406,630,068	-
- Deposits	7,762,877,252	-	20,000,000	-
- SI, HI, UI, Trade union fund receivables	1,622,521,192	-	1,017,250,622	-
- Deposit interest receivables	3,722,923,493	-	5,355,432,554	-
- Others	517,041,967	(243,793,174)	302,551,976	(243,793,174)
	<b>15,770,829,138</b>	<b>(243,793,174)</b>	<b>7,101,865,220</b>	<b>(243,793,174)</b>
<b>b) Long-term</b>				
- Deposits	201,733,066	-	401,733,066	-
	<b>201,733,066</b>	<b>-</b>	<b>401,733,066</b>	<b>-</b>



9 .DOUBTFUL DEBTS

	31/12/2024		01/01/2024	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
Total value of receivables and debts that are overdue or not due but difficult to be recovered				
+ <i>Nam Viet Investment Import Export JSC</i>	123,343,174	-	123,343,174	-
+ <i>Others</i>	120,450,000	-	208,200,000	-
	<b>243,793,174</b>	<b>-</b>	<b>331,543,174</b>	<b>-</b>

10 .INVENTORIES

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Goods in transit	7,107,890,989	-	21,306,197,277	-
Raw material	105,874,057,956	-	97,532,393,503	-
Tools, supplies	3,460,425,285	-	2,882,540,926	-
Work in progress	112,572,484,419	-	110,704,749,324	-
Finished goods	6,181,716,492	-	14,459,623,139	-
Goods	-	-	3,364,072	-
Goods on consignment	-	-	10,126,066,400	-
	<b>235,196,575,141</b>	<b>-</b>	<b>257,014,934,641</b>	<b>-</b>

In which:

The value of inventories pledged as collaterals for borrowings was all of working inventories as at 31/12/2024 (*Detailed as in Note No. 15*).

**PROTRADE GARMENT JOINT STOCK COMPANY**

**Consolidated Financial Statements**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

for the fiscal year ended as at 31/12/2024

**11 . TANGIBLE FIXED ASSETS**

	Buildings, structures	Machineries, equipment	Vehicle, transportation equipment	Management equipment	Other fixed assets	Total
	VND	VND	VND	VND	VND	VND
<b>Historical cost</b>						
Beginning balance	133,619,272,089	309,113,592,068	47,743,591,885	12,282,454,561	9,775,924,255	512,534,834,858
- Purchase in the year	-	2,773,689,354	345,182,000	934,200,000	-	4,053,071,354
- Completed construction investment	138,429,292	17,770,087,301	-	-	-	17,908,516,593
- Liquidation, disposal	-	-	(180,000,000)	-	-	(180,000,000)
<b>Ending balance</b>	<b>133,757,701,381</b>	<b>329,657,368,723</b>	<b>47,908,773,885</b>	<b>13,216,654,561</b>	<b>9,775,924,255</b>	<b>534,316,422,805</b>
<b>Accumulated depreciation</b>						
Beginning balance	70,191,667,007	208,079,073,083	25,107,248,046	11,931,030,322	2,481,308,962	317,790,327,420
- Depreciation in the year	4,661,695,292	22,273,463,695	2,023,642,775	247,764,636	2,205,819,756	31,412,386,154
- Reclassification	117,074,330	9,193,523	1,494,323,466	(5,608,084)	(1,614,983,235)	-
- Liquidation, disposal	-	-	(180,000,000)	-	-	(180,000,000)
<b>Ending balance</b>	<b>74,970,436,629</b>	<b>230,361,730,301</b>	<b>28,445,214,287</b>	<b>12,173,186,874</b>	<b>3,072,145,483</b>	<b>349,022,713,574</b>
<b>Net carrying amount</b>						
Beginning balance	63,427,605,082	101,034,518,985	22,636,343,839	351,424,239	7,294,615,293	194,744,507,438
<b>Ending balance</b>	<b>58,787,264,752</b>	<b>99,295,638,422</b>	<b>19,463,559,598</b>	<b>1,043,467,687</b>	<b>6,703,778,772</b>	<b>185,293,709,231</b>

*In which:*

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the year: VND 56,112,604,917;
- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 107,878,894,472.



## 12 . INTANGIBLE FIXED ASSETS

	Land use rights	Computer software	Total
	VND	VND	VND
<b>Historical cost</b>			
Beginning balance	530,000,000	8,884,714,111	9,414,714,111
<b>Ending balance</b>	<b>530,000,000</b>	<b>8,884,714,111</b>	<b>9,414,714,111</b>
<b>Accumulated amortization</b>			
Beginning balance	530,000,000	7,485,248,726	8,015,248,726
- Depreciation in the year	-	434,784,177	434,784,177
<b>Ending balance</b>	<b>530,000,000</b>	<b>7,920,032,903</b>	<b>8,450,032,903</b>
<b>Net carrying amount</b>			
Beginning balance	-	1,399,465,385	1,399,465,385
<b>Ending balance</b>	<b>-</b>	<b>964,681,208</b>	<b>964,681,208</b>
In which:			
- Cost of fully amortised intangible fixed assets but still in use at the end of the year: VND 1,204,540,000.			

## 13 . PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	VND
<b>Short-term</b>		
- Dispatched tools and supplies	2,409,668,983	2,027,503,019
- Insurance expense	215,758,243	404,719,410
- Others	343,613,060	275,617,336
	<b>2,969,040,286</b>	<b>2,707,839,765</b>
<b>Long-term</b>		
- Dispatched tools and supplies	68,229,649	1,119,355,750
- Land rental expenses <sup>(*)</sup>	32,369,298,694	33,360,195,598
- Others	1,895,330,518	-
- Major repair expenses	100,065,940	114,581,646
	<b>34,432,924,801</b>	<b>34,594,132,994</b>

(\*) Detailed as in Note No. 21a.

## 14 . GOODWILL

	Năm 2024	Năm 2023
	VND	VND
<b>Historical cost</b>		
Beginning balance	39,483,074,033	39,483,074,033
- Decrease due to the subsidiary's dissolution	(17,249,004,784)	
<b>Ending balance</b>	<b>22,234,069,249</b>	<b>39,483,074,033</b>
<b>Accumulated depreciation</b>		
Beginning balance	21,139,966,903	18,916,559,978
- Allocation, impairment loss in the year	2,223,406,925	2,223,406,925
- Decrease due to the subsidiary's dissolution	(17,249,004,784)	-
<b>Ending balance</b>	<b>6,114,369,044</b>	<b>21,139,966,903</b>
<b>Net carrying amount</b>		
Beginning balance	18,343,107,130	20,566,514,055
<b>Ending balance</b>	<b>16,119,700,205</b>	<b>18,343,107,130</b>

**PROTRADE GARMENT JOINT STOCK COMPANY**

**Consolidated Financial Statements**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

for the fiscal year ended as at 31/12/2024

**15 . BORROWINGS**

	01/01/2024		During the year		31/12/2024	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
<b>a) Short-term borrowings</b>						
<b>Short-term borrowings</b>						
- Vietnam JSC Bank for Industry and Trade - Ho Chi Minh City Branch	99,843,189,327	99,843,189,327	1,673,471,992,286	1,624,544,114,601	148,771,067,012	148,771,067,012
- JSC Bank for Foreign Trade of Vietnam - Binh Duong Branch	58,998,995,408	58,998,995,408	324,847,528,270	343,668,499,291	40,178,024,387	40,178,024,387
- JSC Bank for Investment and Development of Vietnam - Binh Duong Branch	24,430,410,734	24,430,410,734	356,329,161,854	323,268,529,963	57,491,042,625	57,491,042,625
- JSC Bank for Investment and Development of Vietnam - Binh Duong Branch	16,413,783,185	16,413,783,185	992,295,302,162	957,607,085,347	51,102,000,000	51,102,000,000
<b>Current portion of long-term borrowings</b>						
- Vietnam JSC Bank for Industry and Trade - Ho Chi Minh City Branch	34,000,000,000	34,000,000,000	35,500,000,000	34,000,000,000	35,500,000,000	35,500,000,000
	34,000,000,000	34,000,000,000	35,500,000,000	34,000,000,000	35,500,000,000	35,500,000,000
	133,843,189,327	133,843,189,327	1,708,971,992,286	1,658,544,114,601	184,271,067,012	184,271,067,012
<b>b) Long-term borrowings</b>						
- Vietnam JSC Bank for Industry and Trade - Ho Chi Minh City Branch	105,422,178,558	105,422,178,558	-	34,000,000,000	71,422,178,558	71,422,178,558
	105,422,178,558	105,422,178,558	-	34,000,000,000	71,422,178,558	71,422,178,558
	(34,000,000,000)	(34,000,000,000)	(35,500,000,000)	(34,000,000,000)	(35,500,000,000)	(35,500,000,000)
<b>Amount due for settlement within 12 months</b>						
	71,422,178,558	71,422,178,558			35,922,178,558	35,922,178,558
<b>Amount due for settlement after 12 months</b>						



**PROTRADE GARMENT JOINT STOCK COMPANY**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

**Consolidated Financial Statements**  
for the fiscal year ended as at 31/12/2024

**15. BORROWINGS (Continued)**

**Detailed information on short-term borrowings:**

Interest rate	Term	Method of security (*)	Purpose	31/12/2014	USD
<b>Vietnam JSC Bank for Industry and Trade - Ho Chi</b>					
- Credit contract No. 24.4882147/2024- HDCVHM/NHCT900-MMBD dated each 21/11/2024 accompanied by Appendix No. 24.4882147/2024- HDCVHM-SDBSI/NHCT900- MMBD dated 02/01/2025	From 02/01/2025 to 20/11/2025	Term deposits, Circulating inventory, Recurring revenue	Supplementing working capital for business activities	670,620.43	40,178,024,387.00
- Credit contract No. 24.3150029/2024- HDCVHM/NHCT900-PTTT dated 06/08/2024	According to Debt Acknowledgment Note but not exceeding five (05) months / Debt Acknowledgment Note.	- Collateral Agreement No. 19.2110081/2019/HDBD/NHCT900 -PTTHOITRANG; - Collateral Agreement No. 21.3150118/2021/HDBD/NHCT900 ; - Collateral Agreement No. 21.3150067/2021/HDBD/NHCT900 98-PTTHOITRANG.	Supplementing working capital for manufacturing and processing of garment products	-	23,043,001,780
<b>JSC Bank for Foreign Trade of Vietnam - Binh Duong Branch</b>					
- Credit contract No. 057B24-MBD dated 15/07/2024	From 15/07/2024 to 14/07/2025	- Pledging circulating goods in the production and business process; - Pledging property rights arising from commercial business contracts/receivables from partners; - Pledging term deposits with a value of 28,534 million VND.	Supplementing working capital for business activities	2,250,050.59	57,491,042,625.00
				2,250,050.59	57,491,042,625.00
<b>JSC Bank for Investment and Development of Vietnam - Binh Duong Branch</b>					
- Credit contract No. 01/2024/4675359/HDTT dated 04/09/2024	According to each Indebtedness receipts	Pledging a savings deposit at the bank	Supplementing working capital for business activities, Discounting documents, Guarantee, Opening L/C	2,000,000.00	51,102,000,000.00
				2,000,000.00	51,102,000,000.00
				<b>2,000,000.00</b>	<b>51,102,000,000.00</b>
				<b>2,000,000.00</b>	<b>51,102,000,000.00</b>
					<b>148,771,067,012</b>

**PROTRADE GARMENT JOINT STOCK COMPANY**

**Consolidated Financial Statements**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

for the fiscal year ended as at 31/12/2024

**15 . BORROWINGS (Continued)**

**Detailed information on long-term borrowings:**

Interest rate		Term	Method of security	Purpose	31/12/2014
					USD
<b>Vietnam JSC Bank for Industry and Trade - Ho Chi Minh City Branch</b>					
-	Credit contract No. 18.211.0067/2018 -HDCVDADT- SDBS09/NHCT900-PTTHOITRANG dated 26/10/2021	Interest rate is 96 months since the next date of the disbursement of the first borrowing.	Land-attached assets in project, Machinery in project	Paying legal investment cost of Fashion development and Jean manufacturing garment factory project with scale of 5.75 million products/year at Lot No. 20-8, Road No. 8B, Protrade International Industrial Zone, An Tay Commune, Ben Cat Town, Binh Duong Province	- 71,422,178,558
Amount due for settlement within 12 months					<u>71,422,178,558</u>
					(35,500,000,000)
Amount due for settlement after 12 months					<u>35,922,178,558</u>

(\*) Borrowings at the bank have been secured by asset mortgage agreements with the lender and have been registered as secured transactions in accordance with regulations.



16 .SHORT-TERM TRADE PAYABLES

	31/12/2024		01/01/2024	
	Outstanding	Amount can be	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
<b>Trade payables to related parties</b>	<b>1,558,375,258</b>	<b>1,558,375,258</b>	<b>273,667,425</b>	<b>273,667,425</b>
- Protrade International Co., Ltd	1,523,449,368	1,523,449,368	273,667,425	273,667,425
- Thuan An General Trading JSC	34,925,890	34,925,890	-	-
<b>Trade payables to other parties</b>	<b>123,214,992,693</b>	<b>123,214,992,693</b>	<b>131,225,458,027</b>	<b>131,225,458,027</b>
- Olymp Bezner KG Hopfighemer	13,816,528,486	13,816,528,486	3,231,829,494	3,231,829,494
- Phat Dat Sewing Embroidering JSC	5,585,442,230	5,585,442,230	13,683,066,923	13,683,066,923
- Tuong Long Co., Ltd	21,861,747,743	21,861,747,743	16,045,142,525	16,045,142,525
- Grandian Hong Kong Co., Ltd	7,318,393,844	7,318,393,844	-	-
- Esquel Enterprises Limited	2,108,536,208	2,108,536,208	11,826,947,317	11,826,947,317
- Others	72,524,344,182	72,524,344,182	86,438,471,768	86,438,471,768
	<b>124,773,367,951</b>	<b>124,773,367,951</b>	<b>131,499,125,452</b>	<b>131,499,125,452</b>

17 .SHORT-TERM ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
- Interest expenses	202,873,889	262,687,376
- Others	-	289,064,396
	<b>202,873,889</b>	<b>551,751,772</b>

18 .OTHER SHORT-TERM PAYABLES

	31/12/2024	01/01/2024
	VND	VND
- Trade union fee	1,981,453,516	1,452,868,701
- Social insurance	146,419,395	808,193,248
- Health insurance	245,916,514	218,764,251
- Dividend, profit payables	10,755,900	4,762,350
- Others	999,316,186	633,307,577
	<b>3,383,861,511</b>	<b>3,117,896,127</b>

**PROTRADE GARMENT JOINT STOCK COMPANY**

**Consolidated Financial Statements**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

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**19 . TAX AND OTHER PAYABLES TO STATE BUDGET**

	Opening receivables	Opening payables	Payables in the year	Actual payment in the year	Closing receivable	Closing payable
	VND	VND	VND	VND	VND	VND
- Value-added tax	-	2,332,665,130	15,937,831,873	17,096,428,617	-	1,174,068,386
- Export, import duties	-	-	1,282,649,215	1,282,649,215	-	-
- Corporate income tax	171,495,340	14,356,232,900	41,924,287,275	37,704,294,284	171,495,340	18,576,225,891
- Personal income tax	34,874,889	500,062,718	6,327,694,563	6,679,872,389	34,874,832	147,884,835
- Other taxes	-	3,010,265	33,441,673	36,451,938	-	-
- Fees, charges and other payables	-	-	89,891,000	89,891,000	-	-
	<b>206,370,229</b>	<b>17,191,971,013</b>	<b>65,595,795,599</b>	<b>62,889,587,443</b>	<b>206,370,172</b>	<b>19,898,179,112</b>

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the Consolidated Financial Statements could be changed at a later date upon final determination by the tax authorities.



**PROTRADE GARMENT JOINT STOCK COMPANY**

**Consolidated Financial Statements**

No. 7/128, Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province

for the fiscal year ended as at 31/12/2024

**20 . OWNER'S EQUITY**

**a) Changes in owner's equity**

	Contributed capital	Share premium	Asset revaluation differences	Development and investment funds	Retained earnings	Non – controlling interest	Total
	VND	VND	VND	VND	VND	VND	VND
<b>Balances as at 01/01/2023</b>	<b>247,999,200,000</b>	<b>130,334,259</b>	<b>(1,135,037,967)</b>	<b>-</b>	<b>257,214,754,162</b>	<b>23,108,209,003</b>	<b>527,317,459,457</b>
Profit of the previous year	-	-	-	-	123,382,071,529	(820,759,604)	122,561,311,925
Development and investment fund appropriation	-	-	-	59,369,394,731	(59,369,394,731)	-	-
Bonus and welfare funds appropriation	-	-	-	-	(11,873,878,946)	-	(11,873,878,946)
Setting up Bonus fund for executive board	-	-	-	-	(1,978,979,824)	-	(1,978,979,824)
Dividends	-	-	-	-	(74,399,760,000)	-	(74,399,760,000)
Adjustment due to changes in rate of interest in the Subsidiary in the year	-	-	-	-	(13,424,057,723)	(1,866,942,277)	(15,291,000,000)
Other decrease	-	-	-	-	558,199,529	1,141,512	559,341,041
<b>Balances as at 31/12/2023</b>	<b>247,999,200,000</b>	<b>130,334,259</b>	<b>(1,135,037,967)</b>	<b>59,369,394,731</b>	<b>220,108,953,996</b>	<b>20,421,648,634</b>	<b>546,894,493,653</b>
<b>Balances as at 01/01/2024</b>	<b>247,999,200,000</b>	<b>130,334,259</b>	<b>(1,135,037,967)</b>	<b>59,369,394,731</b>	<b>220,108,953,996</b>	<b>20,421,648,634</b>	<b>546,894,493,653</b>
Profit of the year	-	-	-	-	164,275,444,455	11,358,265,283	175,633,709,738
Development and investment fund appropriation (*)	-	-	-	23,931,677,315	(23,931,677,315)	-	-
Bonus and welfare funds appropriation (*)	-	-	-	-	(7,179,503,195)	-	(7,179,503,195)
Setting up Bonus fund for Executive board	-	-	-	-	(1,196,583,866)	-	(1,196,583,866)
Dividends (*)	-	-	-	-	(61,999,800,000)	-	(61,999,800,000)
Adjustment due to the completing in dissolution of the Subsidiary	-	-	1,135,037,967	-	(1,135,037,967)	(31,813,884)	(31,813,884)
<b>Balances as at 31/12/2024</b>	<b>247,999,200,000</b>	<b>130,334,259</b>	<b>-</b>	<b>83,301,072,046</b>	<b>288,941,796,108</b>	<b>31,748,100,033</b>	<b>652,120,502,446</b>

(\*) According to the Resolution No. 01/NQ-DHDCD issued by Annual General Meeting of Shareholders year 2024 dated 28/06/2024, the Company announced its year 2023 profit distribution as follows:

	Amount			
	VND			
Setting up Development and investment funds	23,931,677,315			
Setting up Bonus, welfare fund	7,179,503,195			
Setting up Bonus fund for executive board	1,196,583,866			
Dividends paid	61,999,800,000			
<i>(Equivalent to 25% charter capital)</i>				
<b>b) Details of owner's contributed capital</b>				
	Rate	31/12/2024	Rate	01/01/2024
	%	VND	%	VND
- Binh Duong Producing and Trading Corporation	47.71	118,314,180,000	47.71	118,314,180,000
- Viet Vuong Trading Co., Ltd	39.02	96,775,800,000	39.02	96,775,800,000
- Other shareholders	13.27	32,909,220,000	13.27	32,909,220,000
	<b>100</b>	<b>247,999,200,000</b>	<b>100</b>	<b>247,999,200,000</b>
<b>c) Capital transactions with owners and distribution of dividends and profits</b>				
	Year 2024		Year 2023	
	VND		VND	
Owner's contributed capital				
- At the beginning of the year	247,999,200,000		247,999,200,000	
- At the end of the year	247,999,200,000		247,999,200,000	
Dividend				
- Dividend payable at the beginning of the year	4,762,350		-	
- Dividend payable in the year	61,999,800,000		74,399,760,000	
+ Dividend payment from last year's profit	61,999,800,000		74,399,760,000	
- Dividend paid in cash	61,993,806,450		74,394,997,650	
+ Dividend payment from last year's profit	61,993,806,450		74,394,997,650	
- Dividend payable at the end of the year	<b>10,755,900</b>		<b>4,762,350</b>	
<b>d) Shares</b>				
	31/12/2024	01/01/2024		
Quantity of Authorized issuing shares	24,799,920	24,799,920		
Quantity of issued shares	24,799,920	24,799,920		
- Common shares	24,799,920	24,799,920		
Quantity of outstanding shares in circulation	24,799,920	24,799,920		
- Common shares	24,799,920	24,799,920		
Par value per share: VND 10,000				
<b>e) Company's reserves</b>				
	31/12/2024	01/01/2024		
	VND	VND		
Development and investment funds	83,301,072,046	59,369,394,731		
	<b>83,301,072,046</b>	<b>59,369,394,731</b>		



**21 . OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT****a) Operating asset for leasing**

Protrade Garment Joint Stock Company is the lessee and leased factory and canteen from Binh Duong Project Investment and Management Co., Ltd at No. 7/128 Binh Duc Quarter 1, Binh Hoa ward, Thuan An Town, Binh Duong province under Operating lease contract No. 02-9/12 dated 19/12/2018 for use as a factory and collective cafeteria for employees from 01/01/2018 to 31/12/2034 . The area of the rented land is 51,281.9 m<sup>2</sup>. According to this contract, the Company must pay land rent in January annual until the agreed contract maturity date. As at 31/12/2024, future rent payments under the operating lease are presented as follows:

	31/12/2024	01/01/2024
	VND	VND
- Under 1 year	2,435,000,000	2,335,000,000
- From 1 year to 5 years	10,165,250,000	9,950,000,000
- Over 5 years	14,085,050,000	16,735,300,000
	<b>26,685,300,000</b>	<b>29,020,300,000</b>

Protrade Garment Joint Stock Company leases land-attached assets which are factories and collective cafeterias from Binh Duong Investment and Project Management Company Limited at 7/128, Binh Duc 1 Quarter, Binh Hoa ward, Thuan An town, Binh Duong province under operating lease contract No. 01-9/12 dated 19/12/2018. According to this contract, the Company must pay annual rent until the agreed contract maturity date. As at 31/12/2024, future rent payments under the operating lease are presented as follows:

	31/12/2024	01/01/2024
	VND	VND
- Under 1 year	2,656,500,000	1,199,462,837
- From 1 year to 5 years	12,022,339,000	3,862,187,086
- Over 5 years	17,734,331,000	1,145,093,858
	<b>32,413,170,000</b>	<b>6,206,743,781</b>

The Company signed an Apartment Lease Contract No. 22/HĐ-IMPCO on December 28, 2022, and Appendix No. 01 on August 26, 2024, with Binh Duong Project Investment and Management One-Member Co., Ltd., located in Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An Town, Binh Duong Province, for the purpose of providing accommodation and living facilities to the Company's personnel. The leased area is 7,510.68 m<sup>2</sup>. Under this contract, the Company is obliged to pay annual rent until the agreed expiration date. As of 31/12/2024, the future minimum lease payments under this non-cancelable contract, categorized by maturity, are presented as follows:

	31/12/2024	01/01/2024
	VND	VND
- Under 1 year	1,244,250,000	1,185,000,000
- From 1 year to 5 years	5,631,017,500	5,362,873,500
- Over 5 years	8,774,776,000	10,287,170,000
	<b>15,650,043,500</b>	<b>16,835,043,500</b>

Fashion Development JSC is the lessee and signed Land lease contract No. PICL/SLA.60 dated 20/02/2018 with Protrade International Co., Ltd to lease land lot on Road No. 8B, No. 7, Protrade International Industrial Zone, Ben Cat Commune, Binh Duong Province to build office, factory from 2018 to 2057. Lease area is 49,227.2 m<sup>2</sup>. Under this contract, the Company has paid rent once for the entire lease period.

**b) Assets held under trust**

Type	Unit	31/12/2024		01/01/2024	
		Quantity	Quality	Quantity	Quality
Fabric	Ton	109,279.090	Normal	161,567.410	Normal

c) Foreign currencies

	31/12/2024	01/01/2024
- USD	988,126.72	1,803,111.46
- EUR	3,795.00	-

22 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	Year 2024	Year 2023
	VND	VND
Revenue from sales of finished goods	1,759,185,815,948	1,472,411,321,844
Revenue from sales of processing services	59,836,311,984	92,034,707,175
Revenue from sales of raw materials, scraps	2,351,285,319	1,356,318,988
Other revenue	12,453,624	-
	<b>1,821,385,866,875</b>	<b>1,565,802,348,007</b>

23 . REVENUE DEDUCTIONS

	Year 2024	Year 2023
	VND	VND
Sales discounts	4,856,209,191	5,877,210,206
	<b>4,856,209,191</b>	<b>5,877,210,206</b>

24 . COST OF GOODS SOLD

	Year 2024	Year 2023
	VND	VND
Cost of finished goods sold	1,435,459,536,366	1,202,953,815,117
Cost of processing services	60,969,149,765	88,115,785,946
Cost of raw materials, scraps sold	7,725,202,885	2,682,335,159
	<b>1,504,153,889,016</b>	<b>1,293,751,936,222</b>

In which: Purchase from related parties

(Detailed as in Note No. 39).

	<b>6,468,025,936</b>	<b>5,763,845,462</b>
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25 . FINANCIAL INCOME

	Year 2024	Year 2023
	VND	VND
Interest income	9,403,101,752	8,810,798,063
Gain on exchange difference in the year	46,080,691,854	34,404,208,324
Gain on exchange difference at the year - end	405,920	544,920
Interest from deferred payment sales, payment discounts	-	41,795,862
	<b>55,484,199,526</b>	<b>43,257,347,169</b>

26 . FINANCIAL EXPENSES

	Year 2024	Year 2023
	VND	VND
Interest expenses	11,845,150,484	17,051,343,034
Loss on exchange difference in the year	28,964,463,401	17,248,263,368
Loss on exchange difference at the year - end	308,521,123	1,682,919,540
	<b>41,118,135,008</b>	<b>35,982,525,942</b>



27 . SELLING EXPENSES

	Year 2024	Year 2023
	VND	VND
Raw materials	5,041,055,094	4,839,698,381
Labor expenses	1,008,850,554	828,462,499
Depreciation expenses	46,309,632	46,309,632
Expenses of outsourcing services	11,040,290,040	13,991,505,524
Other expenses in cash	35,395,909	140,481,644
	<b>17,171,901,229</b>	<b>19,846,457,680</b>

28 . GENERAL AND ADMINISTRATIVE EXPENSES

	Year 2024	Year 2023
	VND	VND
Raw materials	3,224,743,037	2,621,693,552
Labor expenses	76,037,316,824	74,643,949,957
Depreciation expenses	1,433,781,547	1,689,821,422
Provisions expenses/ (reversal) provisions	(87,750,000)	87,750,000
Taxes, fees and charges	4,196,354,049	4,618,987,512
Goodwill allocation	2,223,406,925	2,223,406,925
Expenses of outsourcing services	14,572,270,067	7,614,905,686
Other expenses in cash	4,313,430,403	3,147,272,260
	<b>105,913,552,852</b>	<b>96,647,787,314</b>

In which: General and administrative from related parties  
(Detailed as in Note No. 39).

	<b>262,056,216</b>	<b>108,603,057</b>
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29 . OTHER INCOME

	Year 2024	Year 2023
	VND	VND
Gain from liquidation, disposal of fixed assets	13,636,364	439,475,501
Gain from sales of scraps, tools, supplies	41,709,525	20,744,270
Sample supporting	3,021,622,367	3,209,843,414
Compensation	3,290,722,382	4,382,201,897
Others	503,928,552	270,637,602
	<b>6,871,619,190</b>	<b>8,322,902,684</b>

30 . OTHER EXPENSES

	Year 2024	Year 2023
	VND	VND
Penalties	110,474,283	6,533,476,820
Others	107,050,764	312,771,166
	<b>217,525,047</b>	<b>6,846,247,986</b>

**31 . CURRENT CORPORATE INCOME TAX EXPENSES**

	Year 2024	Year 2023
	VND	VND
The parent company's current CIT expense	41,924,287,275	32,308,102,363
The subsidiaries' current CIT expense	-	-
- <i>Fashion Development JSC</i>	-	-
<b>Total current CIT expenses</b>	<b>41,924,287,275</b>	<b>32,308,102,363</b>

**32 . DEFERRED CORPORATE INCOME TAX EXPENSES**

**a) Deferred income tax liabilities**

	31/12/2024	01/01/2024
	VND	VND
- Corporate income tax rate used to determine deferred income tax liabilities	20%	20%
- Deferred tax liabilities arising from taxable temporary differences.	14,799,490,548	22,047,014,313
	<b>14,799,490,548</b>	<b>22,047,014,313</b>

**b) Deferred corporate income tax expense**

	Year 2024	Year 2023
	VND	VND
- Deferred CIT expense relating to taxable temporary difference	(7,247,523,765)	3,561,018,222
	<b>(7,247,523,765)</b>	<b>3,561,018,222</b>

**33 . BASIC EARNINGS PER SHARE**

Basic earnings per share distributed to common shareholders of the Company are calculated as follows:

	Year 2024	Year 2023
	VND	VND
Net profit after tax	164,275,444,455	123,382,071,529
Profit distributed to common shares	164,275,444,455	123,382,071,529
Average number of outstanding common shares in circulation in the year	24,799,920	24,799,920
<b>Basic earnings per share</b>	<b>6,624</b>	<b>4,975</b>

The Company has not planned to make any distribution to Bonus and welfare fund, bonus for the Board of Directors from the net profit after tax at the date of preparing Consolidated Financial Statements.

As at 31 December 2024, the Company does not have shares with dilutive potential for earnings per share.



## 34 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2024	Year 2023
	VND	VND
Raw materials	907,518,110,922	775,848,539,956
Labour expenses	449,469,534,842	398,666,628,607
Depreciation expenses	32,838,067,235	35,791,608,048
Expenses of outsourcing services	194,478,871,182	185,531,271,543
Other expenses in cash	17,402,122,774	8,585,235,194
Provision expenses	-	87,750,000
	<b>1,601,706,706,955</b>	<b>1,404,511,033,348</b>

## 35 . FINANCIAL INSTRUMENTS

**Financial risk management**

Financial risks that the Company may face risks including: market risk, credit risk and liquidity risk.

The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Directors of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

**Market risk**

The Company may face with the market risk such as: changes in exchange rates and interest rates.

**Exchange rate risk**

The Company bears the risk of interest rates due to the transaction made in a foreign currency other than VND such as: revenue, cost, importing materials, good, machinery and equipment, etc.

**Interest rate risk**

The Company bears the risk of interest rates due to the fluctuation in fair value of future cash flow of a financial instrument in line with changes in market interest rates if the Company has time or demand deposits, borrowings and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain interest beneficial for its operation purpose.



**Credit risk**

Credit risk is the risk of financial loss to the Company if a counterparty fails to perform its contractual obligations. The Company has credit risk from operating activities (mainly to trade receivables) and financial activities (including deposits, loans and other financial instruments), detailed as follows:

	Under 1 year	From 1 year to 5 years	Over 5 years	Total
	VND	VND	VND	VND
<b>As at 31/12/2024</b>				
Cash and cash equivalents	48,318,544,529	-	-	48,318,544,529
Trade receivables, other receivables	280,405,119,718	201,733,066	-	280,606,852,784
Lendings	265,402,054,405	3,000,000,000	-	268,402,054,405
	<b>594,125,718,652</b>	<b>3,201,733,066</b>	<b>-</b>	<b>597,327,451,718</b>
<b>As at 01/01/2024</b>				
Cash and cash equivalents	69,325,531,359	-	-	69,325,531,359
Trade receivables, other receivables	217,757,280,249	401,733,066	-	218,159,013,315
Lendings	166,744,272,248	-	-	166,744,272,248
	<b>453,827,083,856</b>	<b>401,733,066</b>	<b>-</b>	<b>454,228,816,922</b>

**Liquidity Risk**

Liquidity risk is the risk that the Company has trouble in settlement of its financial obligations due to the lack of funds. Liquidity risk of the Company mainly arises from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Under 1 year	From 1 year to 5 years	Over 5 years	Total
	VND	VND	VND	VND
<b>As at 31/12/2024</b>				
Borrowings	184,271,067,012	35,922,178,558	-	220,193,245,570
Trade and other payables	128,157,229,462	-	-	128,157,229,462
Accrued expenses	202,873,889	-	-	202,873,889
	<b>312,631,170,363</b>	<b>35,922,178,558</b>	<b>-</b>	<b>348,553,348,921</b>
<b>As at 01/01/2024</b>				
Borrowings	133,843,189,327	71,422,178,558	-	205,265,367,885
Trade and other payables	134,617,021,579	-	-	134,617,021,579
Accrued expenses	551,751,772	-	-	551,751,772
	<b>269,011,962,678</b>	<b>71,422,178,558</b>	<b>-</b>	<b>340,434,141,236</b>

The Company believes that risk level of loan repayment is controllable. The Company has the ability to pay due debts from cash flows from its operating activities and cash received from mature financial assets.



**36 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE CONSOLIDATED STATEMENT OF CASH FLOWS**

	Year 2024 VND	Year 2023 VND
a) <b>Proceeds from borrowings during the year</b>		
Proceeds from ordinary contracts	1,673,471,992,286	1,331,435,944,206
b) <b>Actual repayments on principal during the year</b>		
Repayment on principal from ordinary contracts	1,659,452,586,345	1,393,550,552,235

**37 . OTHER INFORMATIONS**

According to Resolution No. 01/2024/NQ-DHDCD of the Annual General Meeting of Shareholders dated 28/06/2023, the plan for remuneration payments to the Board of Directors, Supervisory Board, and Secretary for 2024 was approved, with a cap of 3.5% of profit after corporate income tax. In 2024, the Company made a provisional allocation and recognized the remuneration for the Board of Directors, Supervisory Board, and Secretary for 2024 as administrative expenses. Details are as follows:

	Year 2024 VND
Profit after tax 2024 (excluding remuneration of BoM, BoS, Secretary 2023)	165,044,137,196
Temporary remuneration of BoM, BoS, Secretary 2024 (3.5% profit after tax)	5,776,544,802

**38 . SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD**

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Consolidated Financial Statements.

**39 . TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

List and relation between related parties and the Company detail as follows:

Related parties	Relation
Binh Duong Project Investment and Management Co., Ltd	Parent company of major shareholder
Binh Duong Producing and Trading Corporation	Major shareholder
Viet Vuong Trading Co., Ltd	Major shareholder
Protrade Laundry JSC	Subsidiary
Fashion Development JSC	Subsidiary
Protrade International Co., Ltd	The enterprise where Mr. Nguyen An Dinh - the Company's Chairman - is Chairman
Dau Tieng Viet Lao Rubber JSC	The enterprise where Mr. Nguyen An Dinh - the Company's Chairman - is Chairman
Tan Thanh Investment and Development JSC	The enterprise where Mr. Nguyen An Dinh - the Company's Chairman - is Chairman
Friesland Campina Viet Nam Co., Ltd	The enterprise where Mr. Nguyen An Dinh - the Company's Chairman - is Chairman
Palm-Song Be Golf Co., Ltd	The enterprise where Mr. Nguyen An Dinh - the Company's Chairman - is Chairman
Thuan An Trading JSC	The enterprise where Mr. Le Trong Nghia - Head of Control Department - is Chirman
Vinh Phu Paper Co., Ltd	The enterprise where Mr. Le Trong Nghia - Head of Control Department - is Chirman
YCH - Protrade Co., Ltd	The enterprise where Mr. Le Trong Nghia - Head of Control Department - is Chirman

List and relation between related parties and the Company detail as follows:

<b>Related parties</b>	<b>Relation</b>
Hung Vuong JSC	The enterprise where Mr. Le Trong Nghia - Head of Control Department - is Chairman
Hanh Phuc International Multi-Specialty Hospital JSC	The enterprise where Mr. Le Trong Nghia - Head of Control Department - is Chairman
Vietnam JSC Bank for Industry and Trade - District 7 Branch	The enterprise where Mr. Hua Tuan Cuong - Member of Supervision Board - is Member's Council
SaigonBank Berjaya Securities Joint Stock Company	The enterprise where Mr. Hua Tuan Cuong - Member of Supervision Board - is Member's Council
Member of the Board of Directors, Board of Management and Supervision Board	

In addition to the information with related parties presented in the above Notes. During the year, the Company has the transactions and balances with related parties as follows:

Transactions with other related parties:

	Year 2024	Year 2023
	VND	VND
<b>Purchase goods, services</b>	<b>6,468,025,936</b>	<b>5,763,845,462</b>
- Binh Duong Project Investment and Management Co., Ltd	6,050,000,000	5,368,285,573
- Thuan An Trading JSC	338,596,726	370,369,319
- YCH - Protrade Co., Ltd	79,429,210	25,190,570
<b>Dividend distribution</b>	<b>47,728,545,000</b>	<b>64,526,994,000</b>
- Binh Duong Producing and Trading Corporation	29,578,545,000	35,494,254,000
- Viet Vuong Trading Co., Ltd	18,150,000,000	29,032,740,000
<b>General administrative expenses</b>	<b>262,056,216</b>	<b>108,603,057</b>
- Palm-Song Be Golf Co., Ltd	262,056,216	108,603,057



Transactions with other related parties:

Name	Position	Remuneration at the Parent company	
		Year 2024	Year 2023
			VND
		<b>9,218,237,197</b>	<b>9,380,273,773</b>
- Mr. Nguyen An Dinh	Chairman	771,394,000	1,211,179,000
- Mrs. Pham Thi Vuong	Vice Chairman	578,546,000	908,385,000
- Mr. Nguyen Hong Anh	Member of the Board of Directors	385,697,000	605,590,000
- Mr. Nguyen Vinh Bao	Member of the Board of Directors	385,697,000	605,590,000
- Mr. Phan Thanh Duc	Member of the Board of Directors General Director	2,359,606,129	2,095,727,310
- Mrs. Nguyen Thi Truc Thanh	Member of the Board of Directors Deputy General Director	2,177,859,146	1,962,923,463
- Mr. Nguyen Xuan Quan	Member of the Board of Directors Standing Deputy General Director (Appointed on 01/01/2024)	1,659,477,922	605,590,000
- Mr. Le Trong Nghia	Head of Control Department	385,697,000	505,443,000
- Mr. Hua Tuan Cuong	Member of Supervision Board	308,558,000	505,443,000
- Mrs. Nguyen Thi Kim Phuong	Member of Supervision Board	205,705,000	-
- Mr. Nguyen Mai Khanh Trinh	Member of Supervision Board (Resigned on 25/03/2022)	-	262,082,000
- Mrs. Huynh Thi My Hanh	Member of Supervision Board (Resigned on 26/04/2023)	-	112,321,000

In addition to the above related parties transactions, other related parties did not have any transactions during the period and have no balance at the end of the fiscal year with the Company.

#### 40 . COMPARATIVE FIGURES

The comparative figures are figures in the Consolidated Financial Statements for the fiscal year ended as at 31 December 2023, which was audited by AASC Auditing Firm Company Limited.

Preparer



Le Van Dong

Chief Accountant



Nguyen Minh Thuy

Binh Duong, 25 March 2025

General Director



Phan Thanh Duc



Binh Duong, 25 March 2025

V/v: Explanation of the reasons for the 43% increase in after-tax profit in the audited consolidated financial statements for 2024 compared to the previous year

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

- Registered Trading Company Name: PROTRADE GARMENT JOINT STOCK COMPANY

- Head office address: No. 7/128 Binh Duc 1 Quarter, Binh Hoa Ward, Thuan An City, Binh Duong Province.

- Phone: 0274.3755143

Fax: 0274.3755415

Email: thuy.ltt@protrade.com.vn

- Stock code: **BDG**

- Pursuant to Circular 196/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding the disclosure of information on the stock market;
- Pursuant to the Company's Consolidated Financial Statements for the fiscal year ended as at December 31, 2024 (audited).

❖ The company explained the increase in profit after tax compared to the previous year as follows:

No.	Item	2024 (VND)	2023 (VND)	Increase/(Decrease)	
				Amount (VND)	%
1	Profit after tax	175,633,709,738	122,561,311,925	53,072,397,813	43%

❖ The reasons for the increase in after-tax profit this year compared to the previous year include:

- The textile and garment industry has recovered due to a rebound in consumer demand following a period of decline, particularly in major markets such as the U.S., EU, and Japan. Free trade agreements have facilitated the expansion of export markets, with order volumes increasing again from the second half of 2024, contributing to growth. This has had a positive impact on the Company's business operations, specifically: net revenue from sales of goods and services increased by VND 256.604 billion (equivalent to 16.45%), while the cost of goods sold increased by VND 210.401 billion (equivalent to 16.26%). Including, labor costs rose due to wage adjustments under Decree 74/2024/ND-CP, along with higher insurance expenses, leading to an increase of VND 46.202 billion (equivalent to 17.36%) in gross profit from sales of goods and services compared to the previous year.



- In 2024, the USD increased in value, helping the Company gain profit from exchange rate. Compared to the previous year, the exchange rate difference profit increased by 11.6 billion (equivalent to 34%), contributing significantly to the overall profit increase.
- The subsidiary company (Fashion Development Joint Stock Company) has gradually stabilized its operations by implementing strict cost control measures, optimizing resources, and enhancing production efficiency, thereby significantly improving profitability compared to the previous year.

Protrade Garment Joint Stock Company has explained the reason for the increase in after-tax profit as above.

**Recipient:**

- As above
- Save



**GENERAL DIRECTOR**

**PHAN THANH DUC**