



Garment 10 Corporation – Joint Stock Company

Consolidated Financial Statements for the year
ended 31 December 2024



Garment 10 Corporation – Joint Stock Company

Corporate Information

Establishment Decision Decision No. 105/2004/QĐ-BCN issued by the Ministry of Industry and Trade on 5 October 2004.

Enterprise Registration Certificate No. 0100101308 15 December 2004

The Enterprise Registration Certificate has been amended several times, the most recent of which is the 17th amended Enterprise Registration Certificate dated 17 January 2025. The Enterprise Registration Certificate and its updates were issued by the Hanoi Department of Planning and Investment.

Board of Management	Mr. Vu Duc Giang	Chairman
	Mr. Dang Vu Hung	Vice-Chairman
	Mr. Than Duc Viet	Member
	Mr. Bach Thang Long	Member
	Ms. Nguyen Thi Bich Thuy	Member

Board of General Directors	Mr. Than Duc Viet	General Director
	Mr. Bach Thang Long	Deputy General Director
	Ms. Nguyen Thi Bich Thuy	Deputy General Director
	Mr. Nguyen Anh Duong	Deputy General Director
	Ms. Pham Bich Hong	Deputy General Director
	Mr. Hoang The Nhu	Deputy General Director
	Mr. Ha Manh	Managing Director
Ms. Nguyen Thi Phuong Thao	Managing Director	

Registered Office No.765, Nguyen Van Linh Road
Phuc Loi Ward
Long Bien District, Hanoi
Vietnam

Auditor KPMG Limited
Vietnam

Garment 10 Corporation – Joint Stock Company

Statement of the Board of General Directors

The Board of General Directors of Garment 10 Corporation – Joint Stock Company (“the Corporation”) presents this statement and the accompanying consolidated financial statements of the Corporation for the year ended 31 December 2024.

The Corporation’s Board of General Directors is responsible for the preparation and true and fair presentation of the consolidated financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to financial reporting. In the opinion of the Corporation’s Board of General Directors:

- (a) the consolidated financial statements set out on pages 5 to 44 give a true and fair view of the consolidated financial position of the Corporation as at 31 December 2024, and of its consolidated results of operations and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to financial reporting; and
- (b) at the date of this statement, there are no reasons for the Board of General Directors to believe that the Corporation and its subsidiaries will not be able to pay their debts as and when they fall due.

The Corporation’s Board of General Directors has, on the date of this statement, authorised the accompanying consolidated financial statements for issue.



On behalf of the Board of General Directors

Than Duc Viet
General Director

Hanoi, 26 March 2025



KPMG Limited
46th Floor, Keangnam Landmark 72
E6 Pham Hung Street, Me Tri Ward
South Tu Liem District, Hanoi, Vietnam
+84 (24) 3946 1600 | kpmg.com.vn

INDEPENDENT AUDITOR'S REPORT

To the Shareholders Garment 10 Corporation – Joint Stock Company

We have audited the accompanying consolidated financial statements of Garment 10 Corporation – Joint Stock Company (“the Corporation”), which comprise the consolidated balance sheet as at 31 December 2024, the consolidated statements of income and the consolidated cash flows for the year then ended and the explanatory notes thereto which were authorised for issue by the Corporation’s Board of General Directors on 26 March 2025, as set out on pages 5 to 44.

Board of General Director’s Responsibility

The Corporation’s Board of General Directors is responsible for the preparation and true and fair presentation of these consolidated financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to financial reporting, and for such internal control as the Board of General Directors determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s 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 ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement.

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

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



Auditor's Opinion

In our opinion, the consolidated financial statements give a true and fair view, in all material respects, of the consolidated financial position of Garment 10 Corporation – Joint Stock Company as at 31 December 2024 and of its consolidated results of operations and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to financial reporting.

KPMG Limited

Vietnam
Audit Report No. 24-02-00238-25-2



Phan My Linh
Practicing Auditor Registration
Certificate No. 3064-2024-007-1
Deputy General Director
Hanoi, 29 March 2025

Truong Tuyet Mai
Practicing Auditor Registration
Certificate No. 2594-2024-007-1

Garment 10 Corporation – Joint Stock Company
Consolidated balance sheet as at 31 December 2024

Form B 01 – DN/HN

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

	Code	Note	31/12/2024 VND	1/1/2024 VND
ASSETS				
Current assets (100 = 110 + 120 + 130 + 140 + 150)	100		2,054,803,490,754	1,781,338,762,540
Cash and cash equivalents	110	5	231,856,066,687	152,062,411,416
Cash	111		153,051,010,225	101,187,490,510
Cash equivalents	112		78,805,056,462	50,874,920,906
Short-term financial investments	120		408,391,753,426	302,163,000,000
Held-to-maturity investments	123	6	408,391,753,426	302,163,000,000
Accounts receivable – short-term	130		538,181,967,723	530,464,134,762
Accounts receivable from customers	131	7	603,852,955,408	505,378,641,038
Prepayments to suppliers	132		30,571,211,987	5,625,389,013
Other receivables	136	8(a)	12,769,511,997	19,460,104,711
Allowance for doubtful debts	137	9	(109,011,711,669)	-
Inventories	140	10	797,655,790,886	746,547,872,094
Inventories	141		801,653,718,890	753,751,027,815
Allowance for inventories	149		(3,997,928,004)	(7,203,155,721)
Other current assets	150		78,717,912,032	50,101,344,268
Short-term prepayments	151		4,946,104,313	5,788,484,665
Deductible value added tax	152		71,268,657,088	41,817,760,541
Taxes and others receivable from State Treasury	153	17	2,503,150,631	2,495,099,062

The accompanying notes are an integral part of these consolidated financial statements

Garment 10 Corporation – Joint Stock Company
Consolidated balance sheet as at 31 December 2024 (continued)

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

	Code	Note	31/12/2024 VND	1/1/2024 VND
Long-term assets (200 = 210 + 220 + 240 + 260)	200		561,029,711,581	508,347,256,987
Accounts receivable – long-term	210		9,640,991,997	15,394,680,697
Other long-term receivables	216	8(b)	9,640,991,997	15,394,680,697
Fixed assets	220		434,081,062,335	450,384,759,806
Tangible fixed assets	221	11	433,015,812,558	448,167,855,298
<i>Cost</i>	222		1,733,706,886,842	1,712,803,962,267
<i>Accumulated depreciation</i>	223		(1,300,691,074,284)	(1,264,636,106,969)
Intangible fixed assets	227	12	1,065,249,777	2,216,904,508
<i>Cost</i>	228		16,291,763,483	15,941,763,483
<i>Accumulated amortisation</i>	229		(15,226,513,706)	(13,724,858,975)
Long-term work in progress	240		76,485,875,449	1,368,470,076
Construction in progress	242	13	76,485,875,449	1,368,470,076
Other long-term assets	260		40,821,781,800	41,199,346,408
Long-term prepaid expenses	261	14	40,821,781,800	41,199,346,408
TOTAL ASSETS (270 = 100 + 200)	270		2,615,833,202,335	2,289,686,019,527

The accompanying notes are an integral part of these consolidated financial statements

Garment 10 Corporation – Joint Stock Company
Consolidated balance sheet as at 31 December 2024 (continued)

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

	Code	Note	31/12/2024 VND	1/1/2024 VND
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		2,046,653,729,535	1,755,212,538,493
Current liabilities	310		1,901,088,267,605	1,599,371,245,032
Accounts payable to suppliers	311	15	807,888,212,380	569,466,284,949
Advances from customers	312	16(a)	18,460,563,382	13,684,079,894
Taxes and others payable to				
State Treasury	313	17	43,126,733,478	9,646,189,280
Payables to employees	314		342,989,478,914	349,832,833,214
Accrued expenses	315		447,246,105	101,571,690
Unearned revenue – short-term	318		-	15,277,776
Other payables – short-term	319	18(a)	34,583,802,448	19,925,689,437
Short-term borrowings	320	19(a)	567,374,482,239	566,937,830,343
Bonus and welfare fund	322	20	86,217,748,659	69,761,488,449
Long-term liabilities	330		145,565,461,930	155,841,293,461
Long-term advances from customers	332	16(b)	-	9,284,980,506
Other payables – long-term	337	18(b)	2,260,604,850	12,315,104,850
Long-term borrowings	338	19(b)	131,391,513,746	129,021,179,560
Science and technology development fund	343	21	11,913,343,334	5,220,028,545
EQUITY (400 = 410)	400		569,179,472,800	534,473,481,034
Owners' equity	410	22	569,179,472,800	534,473,481,034
Share capital	411	23	317,510,000,000	317,510,000,000
- Ordinary shares with voting rights	411a		317,510,000,000	317,510,000,000
Share premium	412		5,382,400,000	5,382,400,000
Treasury shares	415		(2,440,000)	(2,440,000)
Investment and development fund	418	25	146,281,319,147	105,097,319,147
Retained profits	421		99,305,834,123	105,783,842,357
- Retained profits brought forward	421a		1,514,396,137	2,569,755,081
- Profit for the current year	421b		97,791,437,986	103,214,087,276
Non-controlling interest	429		702,359,530	702,359,530
TOTAL RESOURCES				
(440 = 300 + 400)	440		2,615,833,202,335	2,289,686,019,527

26 March 2025

Prepared by:

Nguyen Thi Thu Ha
General Accountant

Approved by:

Tran Thanh Binh
Chief Accountant

Than Duc Viet
General Director



The accompanying notes are an integral part of these consolidated financial statements

Garment 10 Corporation – Joint Stock Company
Consolidated statement of income for the year ended 31 December 2024

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

	Code	Note	2024 VND	2023 VND
Revenue from sales of goods and provision of services	01	27	4,660,199,353,022	4,139,737,619,391
Revenue deductions	02	27	13,560,954,454	619,598,756
Net revenue (10 = 01 - 02)	10	27	4,646,638,398,568	4,139,118,020,635
Cost of sales	11	28	4,092,283,087,667	3,702,490,728,689
Gross profit (20 = 10 - 11)	20		554,355,310,901	436,627,291,946
Financial income	21	29	120,824,962,897	114,051,452,578
Financial expenses	22	30	87,048,229,832	93,624,432,622
<i>In which: Interest expense</i>	23		<i>28,264,629,140</i>	<i>32,387,670,887</i>
Selling expenses	25	31	193,353,160,973	159,143,994,120
General and administration expenses	26	32	252,646,178,013	177,892,829,166
Net operating profit {30 = 20 + (21 - 22) - (25 + 26)}	30		142,132,704,980	120,017,488,616
Other income	31	33	1,952,867,234	4,152,984,048
Other expenses	32	34	3,069,784,357	737,149,887
Results of other activities (40 = 31 - 32)	40		(1,116,917,123)	3,415,834,161
Accounting profit before tax (50 = 30 + 40)	50		141,015,787,857	123,433,322,777
Income tax expense – current	51	36	43,224,349,871	20,219,235,501
Net profit after tax (60 = 50 - 51)	60		97,791,437,986	103,214,087,276
Attributable to:				
Shareholders of the Corporation	61		97,791,437,986	103,214,087,276
Non-controlling interest	62		-	-
Earnings per share				Restated
Basic earnings per share	70	37	2,612	2,861

Prepared by:

Nguyen Thi Thu Ha
General Accountant

26 March 2025

Approved by:

Tran Thanh Binh
Chief Accountant



Than Duc Viet
General Director

The accompanying notes are an integral part of these consolidated financial statements

Garment 10 Corporation – Joint Stock Company
Consolidated statement of cash flows for the year ended 31 December 2024
(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	2024 VND	2023 VND
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	01		141,015,787,857	123,433,322,777
Adjustments for				
Depreciation and amortisation	02		84,371,665,967	91,369,011,936
Allowances and provisions	03		105,806,483,952	626,816,392
Exchange losses arising from revaluation of monetary items denominated in foreign currencies	04		5,831,684,595	7,511,865,468
Profits from investing activities	05		(21,151,752,247)	(23,191,819,074)
Interest expense	06		28,264,629,140	32,387,670,887
Other movements	07		6,966,386,921	-
Operating profit before changes in working capital	08		351,104,886,185	232,136,868,386
Change in receivables	09		(110,669,818,947)	(60,243,381,293)
Change in inventories	10		(47,902,691,075)	75,731,399,364
Change in payables and other liabilities	11		180,669,189,559	(17,819,284,850)
Change in prepayments	12		1,772,438,284	10,252,157,102
			374,974,004,006	240,057,758,709
Interest paid	14		(28,255,161,956)	(32,488,917,482)
Corporate income tax paid	15		(13,085,259,191)	(25,639,242,871)
Other payments for operating activities	17		(9,003,052,010)	(5,878,400,913)
Net cash flows from operating activities	20		324,630,530,849	176,051,197,443
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for additions to fixed assets and other long-term assets	21		(106,538,667,524)	(84,511,485,778)
Proceeds from disposals of fixed assets	22		190,842,406	720,976,182
Payments for granting loans and placement of term deposits	23		(659,783,509,326)	(576,248,000,000)
Receipts from collecting loans, withdrawal of term deposits	24		553,554,755,900	376,085,000,000
Receipts of interests	27		19,100,156,204	18,066,208,358
Net cash flows from investing activities	30		(193,476,422,340)	(265,887,301,238)

The accompanying notes are an integral part of these consolidated financial statements

Garment 10 Corporation – Joint Stock Company
Consolidated statement of cash flows for the year ended 31 December 2024
(Indirect method - continued)

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

	Code	Note	2024 VND	2023 VND
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from equity issued	31		-	20,492,400,000
Proceeds from borrowings	33		1,244,826,882,186	1,062,845,248,400
Payments to settle loan principals	34		(1,249,376,066,849)	(1,072,310,272,527)
Payments of dividends	36		(47,589,721,260)	(54,366,471,360)
Net cash flows from financing activities	40		(52,138,905,923)	(43,339,095,487)
Net cash flows during the year (50 = 20 + 30 + 40)	50		79,015,202,586	(133,175,199,282)
Cash and cash equivalents at the beginning of the year	60		152,062,411,416	285,029,490,479
Effect of exchange rate fluctuations	61		778,452,685	208,120,219
Cash and cash equivalents at the end of the year (70 = 50 + 60 + 61)	70	5	231,856,066,687	152,062,411,416

Prepared by:

Nguyen Thi Thu Ha
General Accountant

26 March 2025

Approved by:

Tran Thanh Binh
Chief Accountant

Than Duc Viet
General Director



The accompanying notes are an integral part of these consolidated financial statements

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024

Form B 09 – DN/HN

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

These notes form an integral part of and should be read in conjunction with the accompanying consolidated financial statements.

1. Reporting entity

(a) Ownership structure

Garment 10 Corporation – Joint Stock Company (“the Corporation”) is a joint stock company incorporated in Vietnam. The consolidated financial statements of the Corporation for the year ended 31 December 2024 comprises the Corporation and its subsidiaries.

(b) Principal activities

The principal activities of the Corporation and its subsidiaries are to:

- manufacture clothes and other garment sub-materials;
- trade artistic hand-made goods, food and other consumer goods;
- trade office, real estates and housing rental for employees;
- provide vocational training;
- provide pre-school care and education;
- export and import directly;
- manufacture and trade materials, equipment, parts, sub-materials and chemicals for garments;
- trade consumer goods under supermarket categories; and
- trade in restaurant, hospitality industry.

(c) Normal operating cycle

The normal operating cycle of the Corporation and its subsidiaries are generally within 12 months.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

(d) Corporation structure

As at 31 December 2024, the Corporation had 2 subsidiaries (1/1/2024: 2 subsidiaries).

Name of subsidiary	Address	Principal activities	Percentage of economic interests	
			31/12/2024	1/1/2024
Garment 10 Trading Service and Fashion Company Limited	Hanoi, Vietnam	Manufacture and trade garment products	100%	100%
Phu Dong Garment Company Limited (*)	Hanoi, Vietnam	Manufacture and trade garment products	60.97%	60.97%

- (*) During 2022, the Members' Council of Phu Dong Garment Company Limited held a meeting and agreed to prepare procedures to dissolve this entity. As at the date of these consolidated financial statements, this subsidiary was in the process of finalising its liquidation.

As at 31 December 2024, the Corporation and its subsidiaries had 7,026 employees (1/1/2024: 7,201 employees).

2. Basis of preparation

(a) Statement of compliance

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

(b) Basis of measurement

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

(c) Annual accounting period

The annual accounting period of the Corporation and its subsidiaries is from 1 January to 31 December.

(d) Accounting currency

The Corporation and its subsidiaries' accounting currency is Vietnam Dong ("VND"), which is also the currency used for consolidated financial statement presentation purpose.

3. Summary of significant accounting policies

The following significant accounting policies have been adopted by the Corporation and its subsidiaries in the preparation of these consolidated financial statements.

(a) Basis of consolidation

(i) Subsidiaries

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

(ii) Non-controlling interests

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

(iii) Transactions eliminated on consolidation

Intra-group transactions, balances, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

(b) Foreign currency transactions

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

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rate (for assets) or account transfer selling rate (for liabilities) at the end of the annual accounting period quoted by the commercial bank where the Corporation or its subsidiaries most frequently conducts transactions.

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

(c) 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.

(d) Held-to-maturity investments

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

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
*(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(e) Accounts receivable

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

(f) 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.

The Corporation and its subsidiaries apply the perpetual method of accounting for inventories.

(g) Tangible fixed assets

(i) Cost

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

(ii) 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	3 – 39 years
▪ plant and equipment	2 – 10 years
▪ motor vehicles	3 – 7 years
▪ office equipment	1.5 – 10 years

(h) Intangible fixed assets

Software

Cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software cost is amortised on a straight-line basis over a period from 3 to 9 years.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

(i) 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.

(j) Long-term prepaid expenses

(i) Tools and instruments

Tools and instruments include assets held for use by the Corporation in the normal course of business whose costs of individual items are less than VND30 million and therefore not qualified for recognition as fixed assets under prevailing regulations. Cost of tools and instruments are amortised on a straight-line basis over a period ranging from 18 months to 36 months.

(ii) Site clearance expenses

Site clearance expenses represents the costs incurred in conjunction with securing the use of leased land. These costs are recognised in the consolidated statement of income on a straight-line basis over the term of the lease.

(iii) Asset overhaul costs

Asset repair and renovation costs are initially stated at cost and amortised to the consolidated statement of income over a period from 18 months to 36 months.

(iv) Other prepaid expenses

Other prepaid expenses include insurance expenses, store rental expenses and other expenses, which are initially stated at cost and are amortised to the consolidated statement of income over a period from 14 months to 36 months.

(k) Trade and other payables

Trade and other payables are stated at their cost.

(l) Provisions

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

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
*(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(m) Share capital

(i) Ordinary shares

Ordinary shares are recognised at par value. The excess of proceeds from share issuance over the par value of shares issued is recorded as share premium. Incremental costs directly attributable to the issue of shares, net of tax effects, are recognised as a deduction from share premium.

(ii) Repurchase and reissue of ordinary shares (treasury shares)

Treasury shares are recognised only in respect of repurchased shares which are aggregated fractions of share arising when the Company issues shares to pay dividends or issues shares from equity reserves in accordance with an approved issuance plan, or repurchased odd-lots of shares as requested by the shareholders. In all other cases, when shares recognised as equity are repurchased, their par value amount is recognised as a reduction to share capital. The difference between the par value and the amount of the consideration paid, which includes directly attributable costs, net of tax effects, is included in share premium.

(n) Taxation

Income tax on the consolidated profit for the year comprises current and deferred tax. Income tax is recognised in the consolidated statement of income except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted at the end of the annual accounting period, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities using the tax rates enacted or substantively enacted at the end of the annual accounting period.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(o) Revenue and other incomes

(i) 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.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN

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

(ii) 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.

(iii) 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.

(iv) Interest income

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

(p) Lease

(i) Leased assets

Assets held under leases in terms of which the Corporation and/or its subsidiaries, as lessees, do not assume substantially all the risks and rewards of ownership are classified as operating leases, and are not recognised in the Corporation's consolidated balance sheet.

(ii) Operating lease payments

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

(q) 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.

(r) Earnings per share

The Corporation presents basic earnings per share ("EPS") for its ordinary shares. Basic EPS is calculated by dividing the profit attributable to the ordinary shareholders of the Corporation after deducting any amounts appropriated to bonus and welfare funds for the annual accounting period by the weighted average number of ordinary shares outstanding during the year. As at 31 December 2024 and for the year then ended, the Corporation had no potentially diluted ordinary shares and therefore, presentation of diluted EPS was not applicable.

Ms. D. N. O.
★
G.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
*(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(s) Segment reporting

A segment is a distinguishable component of the Corporation and its subsidiaries that is engaged either in providing related products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments. The Board of General Directors of the Corporation is of the opinion that the Corporation and its subsidiaries operate in one single business segment, which is manufacturing, processing, and trade of garment and textile products. The Corporation's and its subsidiaries' primary format for segment reporting is based on geographical locations of customers as their production and business activities are all done in Vietnam.

(t) Related parties

Parties are considered to be related to the Corporation and its subsidiaries if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or where the Corporation or its subsidiary and the other party are subject to common control or significant influence. Related parties may be individuals or corporate entities and include close family members of any individual considered to be a related party.

Related companies refer to Vietnam National Textile and Garment Group and its subsidiaries and associates.

(u) Comparative information

Comparative information in these consolidated financial statements is presented as corresponding figures. Under this method, comparative information for the prior year is included as an integral part of the current year's consolidated financial statements and is intended to be read only in relation to the amounts and other disclosures relating to the current year. Accordingly, the comparative information included in these consolidated financial statements is not intended to present the Corporation's consolidated financial position, consolidated results of operation or consolidated cash flows for the prior year.

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

The Corporation and its subsidiaries comprise the following segments based on geographical locations of customers:

- | Year ended 31/12/2024 | Asia
(excluding
Vietnam)
VND | Europe
VND | America
VND | Vietnam
VND | Others
VND | Consolidated
VND |
|-----------------------------------|---------------------------------------|-----------------|-------------------|-----------------|-----------------|---------------------|
| Total segment revenue | 402,044,041,957 | 882,485,010,890 | 2,816,868,879,262 | 401,346,364,522 | 143,894,101,937 | 4,646,638,398,568 |
| Segment results | 62,159,322,013 | 59,016,020,791 | 304,060,606,215 | 113,980,021,401 | 15,139,340,481 | 554,355,310,901 |
| Unallocated income | | | | | | 120,824,962,897 |
| Unallocated expenses | | | | | | (533,047,568,818) |
| Results from operating activities | | | | | | 142,132,704,980 |
| Other income | | | | | | 1,952,867,234 |
| Other expenses | | | | | | (3,069,784,357) |
| Income tax expense – current | | | | | | (43,224,349,871) |
| Net profit after tax | | | | | | 97,791,437,986 |

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024 (continued)

Form B 09 – DN/HN
*(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

Year ended 31/12/2023	Asia (excluding Vietnam) VND	Europe VND	America VND	Vietnam VND	Others VND	Consolidated VND
Total segment revenue	249,110,351,207	829,152,581,396	2,575,530,932,595	423,556,187,731	61,767,967,706	4,139,118,020,635
Segment results	27,915,036,693	65,354,649,519	253,019,953,162	82,909,881,795	7,427,770,777	436,627,291,946
Unallocated income						114,051,452,578
Unallocated expenses						(430,661,255,908)
Results from operating activities						120,017,488,616
Other income						4,152,984,048
Other expenses						(737,149,887)
Income tax expense – current						(20,219,235,501)
Net profit after tax						103,214,087,276

Garment 10 Corporation – Joint Stock Company

Notes to the consolidated financial statements for the year ended 31 December 2024 (continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

As at 31/12/2024	Asia (excluding Vietnam) VND	Europe VND	America VND	Vietnam VND	Others VND	Consolidated VND
Segment assets	37,478,048,254	85,253,410,792	424,476,810,167	41,062,221,194	15,582,465,001	603,852,955,408
Unallocated assets						2,011,980,246,927
Total assets						2,615,833,202,335
Segment liabilities						18,460,563,382
Unallocated liabilities						2,028,193,166,153
Total liabilities						2,046,653,729,535
Year ended 31/12/2024						
Capital expenditure						106,538,667,524
Depreciation of tangible fixed assets						83,143,083,368
Amortisation of intangible fixed assets						1,501,654,731

Garment 10 Corporation – Joint Stock Company

Notes to the consolidated financial statements for the year ended 31 December 2024 (continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

As at 1/1/2024	Asia (excluding Vietnam) VND	Europe VND	America VND	Vietnam VND	Others VND	Consolidated VND
Segment assets	14,812,967,425	80,651,709,582	351,640,529,566	53,870,302,522	4,403,131,943	505,378,641,038
Unallocated assets						1,784,307,378,489
Total assets						2,289,686,019,527
Segment liabilities	57,725,216	2,929,462,619	16,388,868,170	1,608,835,426	1,984,168,969	22,969,060,400
Unallocated liabilities						1,732,243,478,093
Total liabilities						1,755,212,538,493
Year ended 31/12/2023						
Capital expenditure						84,511,485,778
Depreciation of tangible fixed assets						89,635,431,412
Amortisation of intangible fixed assets						3,024,572,977

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

5. Cash and cash equivalents

	31/12/2024	1/1/2024
	VND	VND
Cash on hand	1,841,591,693	1,936,966,942
Cash in banks	151,209,418,532	99,250,523,568
Cash equivalents (*)	78,805,056,462	50,874,920,906
	<u>231,856,066,687</u>	<u>152,062,411,416</u>

(*) This represented the deposits with the original term from 14 days to 2 months and interest rates ranging from 1.6% to 4.6% (1/1/2024: from 1.6% to 3.35%) per annum.

6. Held-to-maturity investments

Held-to-maturity investments represented deposits with the original term of 6 months at commercial banks. The deposits in VND earned interest at rates ranging from 3.9% to 9% (1/1/2024: 5% to 9%) per annum. Deposits in USD were interest free.

7. Accounts receivable from customers

(a) Accounts receivable from customers detailed by significant customer

	31/12/2024	1/1/2024
	VND	VND
Li & Fung	175,817,025,753	51,582,325,380
Lever Style Limited	76,301,645,172	110,155,244,853
Abercrombie & Fitch Trading Co	63,202,201,216	-
Asmara International Limited	47,260,000,928	53,978,678,498
Direct Source (Far East) Limited	-	72,549,257,590
Other customers	241,272,082,339	217,113,134,717
	<u>603,852,955,408</u>	<u>505,378,641,038</u>

(b) Accounts receivable from customers who are related parties

	31/12/2024	1/1/2024
	VND	VND
Vietnam National Textile and Garment Group	5,774,282,026	9,423,022,284

The trade related amounts due from the related company were unsecured, interest free and due in 30 to 45 days from invoice date.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

8. Other receivables

(a) Other short-term receivables

	31/12/2024	1/1/2024
	VND	VND
Amount due from H.N.P Co., Ltd. for advances from customers	-	3,538,002,432
Amount due from Thieu Do Co., Ltd. for advances from customers	-	5,253,534,739
Cost of land compensation for site clearance to offset with land rental (*)	351,836,641	351,836,641
Advances to employees	365,443,834	45,029,998
Interest receivable from deposits	8,569,358,534	6,995,178,971
Others	3,482,872,988	3,276,521,930
	<hr/>	<hr/>
	12,769,511,997	19,460,104,711
	<hr/>	<hr/>

(b) Other long-term receivables

	31/12/2024	1/1/2024
	VND	VND
Long-term deposits	4,029,438,174	3,053,252,357
Amount due from H.N.P Co., Ltd. for advances from customers	-	8,418,414,368
Cost of land compensation for site clearance to offset with land rental (*)	1,389,590,088	1,741,427,088
Others	4,221,963,735	2,181,586,884
	<hr/>	<hr/>
	9,640,991,997	15,394,680,697
	<hr/>	<hr/>

(***) This represented the land compensation for site clearance paid on behalf of Thanh Hoa People's Committee relating to Bim Son Garment Factory expansion project. This will be offset with land rental in the future.

Garment 10 Corporation – Joint Stock Company

Notes to the consolidated financial statements for the year ended 31 December 2024 (continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

9. Bad and doubtful debts

	31/12/2024			1/1/2024				
	Overdue period	Cost VND	Allowance VND	Recoverable amount VND	Overdue period	Cost VND	Allowance VND	Recoverable amount VND
From 6 months to under 1 year		113,141,398,675	(109,011,711,669)	4,129,687,006	-	-	-	-
Li & Fung								

10. Inventories

	31/12/2024		1/1/2024	
	Cost VND	Allowance VND	Cost VND	Allowance VND
Goods in transit	47,925,384,635	-	54,967,180,438	-
Raw materials	305,089,182,605	-	284,512,947,656	-
Tools and supplies	293,541,628	-	757,589,018	-
Work in progress	109,914,018,198	-	90,020,477,084	-
Finished goods	262,646,208,938	(3,997,928,004)	237,943,204,469	(7,203,155,721)
Merchandise inventories	21,016,099,163	-	18,822,431,795	-
Goods on consignment	54,769,283,723	-	66,727,197,355	-
	801,653,718,890	(3,997,928,004)	753,751,027,815	(7,203,155,721)

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024 (continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

11. Tangible fixed assets

	Buildings and structures VND	Plant and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Cost					
Opening balance	521,297,836,893	940,537,103,825	59,984,547,406	190,984,474,143	1,712,803,962,267
Additions	4,655,610,969	59,447,906,247	814,814,815	2,010,459,948	66,928,791,979
Transfer from construction in progress	139,542,592	113,131,983	-	923,000,000	1,175,674,575
Disposals	-	(45,638,806,742)	-	(1,562,735,237)	(47,201,541,979)
Closing balance	526,092,990,454	954,459,335,313	60,799,362,221	192,355,198,854	1,733,706,886,842
Accumulated depreciation					
Opening balance	273,519,918,870	818,819,733,702	43,706,347,336	128,590,107,061	1,264,636,106,969
Charge for the year	22,459,324,985	40,198,921,921	4,167,536,755	16,317,299,707	83,143,083,368
Disposals	-	(45,525,380,816)	-	(1,562,735,237)	(47,088,116,053)
Closing balance	295,979,243,855	813,493,274,807	47,873,884,091	143,344,671,531	1,300,691,074,284
Net book value					
Opening balance	247,777,918,023	121,717,370,123	16,278,200,070	62,394,367,082	448,167,855,298
Closing balance	230,113,746,599	140,966,060,506	12,925,478,130	49,010,527,323	433,015,812,558

Included in tangible fixed assets were assets costing VND999,620 million which were fully depreciated as of 31 December 2024 (1/1/2024: VND961,225 million) but which are still in active use.

At 31 December 2024, tangible fixed assets with a net book value of VND229,602 million (1/1/2024: VND232,242 million) were pledged with banks as security for loans granted to the Corporation (Note 19(b)).

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
*(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

12. Intangible fixed assets

	Software VND	Others VND	Total VND
Cost			
Opening balance	13,553,765,835	2,387,997,648	15,941,763,483
Additions during the year	350,000,000	-	350,000,000
Closing balance	13,903,765,835	2,387,997,648	16,291,763,483
Accumulated amortisation			
Opening balance	11,336,861,327	2,387,997,648	13,724,858,975
Charge for the year	1,501,654,731	-	1,501,654,731
Closing balance	12,838,516,058	2,387,997,648	15,226,513,706
Net book value			
Opening balance	2,216,904,508	-	2,216,904,508
Closing balance	1,065,249,777	-	1,065,249,777

Included in intangible fixed assets were assets costing VND14,892 million which were fully amortised as at 31 December 2024 (1/1/2024: VND9,482 million), but which are still in use.

13. Construction in progress

	2024 VND	2023 VND
Opening balance	1,368,470,076	581,252,126
Additions during the year	76,137,178,556	787,217,950
Capitalised interest expenses	708,394,716	-
Transfer to tangible fixed assets	(1,175,674,575)	-
Transfer to long-term prepaid expenses	(552,493,324)	-
Closing balance	76,485,875,449	1,368,470,076

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

Major constructions in progress were as follows:

	31/12/2024 VND	1/1/2024 VND
Thai Ha Garment Factory Project in Thai Binh Province	72,066,820,587	428,127,403
Branch and Store Renovation Project at 95 Bach Dang Street	2,305,384,470	-
Site Planning Project of the Corporation in Hanoi	727,134,260	-
Hotel Renovation Project	-	552,493,324
Others	1,386,536,132	387,849,349
	76,485,875,449	1,368,470,076

14. Long-term prepaid expenses

	Tools and supplies VND	Site clearance expenses VND	Asset overhaul costs VND	Others VND	Total VND
Opening balance	13,396,584,815	2,671,814,568	13,618,219,807	11,512,727,218	41,199,346,408
Additions	10,745,251,075	-	10,488,830,968	5,545,746,355	26,779,828,398
Transfer from construction in progress	-	-	552,493,324	-	552,493,324
Amortisation for the year	(8,443,867,545)	(114,098,844)	(8,770,530,811)	(10,381,389,130)	(27,709,886,330)
Closing balance	15,697,968,345	2,557,715,724	15,889,013,288	6,677,084,443	40,821,781,800

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

15. Accounts payable to suppliers

(a) Accounts payable to suppliers detailed by significant suppliers

	Cost and amount	
	within payment capacity	
	31/12/2024	1/1/2024
	VND	VND
Topsun Garment Limited	202,384,876,404	211,518,697,368
Oktava Co., Ltd	59,221,597,660	40,924,822,261
Oemec Garment Manufacturing Co., Ltd	16,415,312,773	6,418,141,078
Other suppliers	529,866,425,543	310,604,624,242
	<hr/>	<hr/>
	807,888,212,380	569,466,284,949
	<hr/>	<hr/>

(a) Accounts payable to suppliers who are related parties

	Cost and amount	
	within payment capacity	
	31/12/2024	1/1/2024
	VND	VND
Vietnam National Textile and Garment Group	129,600,000	129,600,000
	<hr/>	<hr/>

The trade related amounts due to other related company were unsecured, interest free and are payable within 30 days from invoice date.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

16. Advances from customers

(a) Short-term

	31/12/2024	1/1/2024
	VND	VND
Other parties		
Lever Style Limited	8,635,212,859	7,067,295,981
Shinwoo Trading Co., Ltd	4,139,703,144	36,591,683
Direct Source (Far East) Limited	1,374,237,198	-
Suzhou Fortune Import&Export Co., Ltd	-	2,335,776,413
Dewhirst Group Limited	-	1,618,351,163
Other customers	4,311,410,181	2,626,064,654
	<hr/> 18,460,563,382	<hr/> 13,684,079,894 <hr/>

(b) Long-term

	31/12/2024	1/1/2024
	VND	VND
Other parties		
Lever Style Limited	-	9,284,980,506
	<hr/>	<hr/>

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

	1/1/2024	Incurred	Paid	31/12/2024
	VND	VND	VND	VND
Value added tax	1,213,485,520	33,136,216,494	(31,800,059,640)	2,549,642,374
Corporate income tax	7,461,589,364	43,224,349,871	(13,085,259,191)	37,600,680,044
Personal income tax	514,091,079	9,333,729,765	(7,401,699,716)	2,446,121,128
Foreign contractor tax	430,342,047	1,045,052,030	(1,145,358,075)	330,036,002
Import-export tax	26,681,270	4,133,423,850	(3,959,851,190)	200,253,930
Land rental	(2,495,099,062)	9,416,429,920	(9,420,072,969)	(2,498,742,111)
Other taxes	-	63,731,906	(68,140,426)	(4,408,520)
	<hr/> 7,151,090,218	<hr/> 100,352,933,836	<hr/> (66,880,441,207)	<hr/> 40,623,582,847 <hr/>
<i>In which:</i>				
Taxes receivable	(2,495,099,062)			(2,503,150,631)
Taxes payable	9,646,189,280			43,126,733,478
	<hr/>			<hr/>

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

18. Other payables

(a) Other payables – short-term

	31/12/2024	1/1/2024
	VND	VND
Trade union fees	2,826,932,898	2,893,627,492
Dividends payable	544,798,273	508,385,533
Interest expense	426,141,440	416,674,256
Compensation received for relocation of Thai Ha Garment Factory (*)	28,898,769,856	14,526,115,387
Others	1,887,159,981	1,580,886,769
	34,583,802,448	19,925,689,437

- (*) This amount is to compensate and support for site clearance and to provide unemployment supports to employees that Garment 10 Corporation received from the People's Committee of Thai Binh City for the implementation of the Project for relocation of production and business facilities within the localities of Thai Binh City for urban development. On 1 February 2024, the Corporation sent Official Letter No. 84/CV-TCT to the People's Committee of Thai Binh City requesting approval of the amount of compensation incurred. On 19 December 2024, the Corporation issued Official Letter No. 1318.CV-TCT to the People's Committee of Thai Binh City, requesting an extension of the relocation and handover deadline for the revoked land at Thai Ha Garment Factory in Le Hong Phong Street until March 2025.

(b) Other payables – long-term

	31/12/2024	1/1/2024
	VND	VND
Long-term deposits	2,260,604,850	2,315,104,850
Long-term bonus and welfare fund	-	10,000,000,000
	2,260,604,850	12,315,104,850

Garment 10 Corporation – Joint Stock Company

Notes to the consolidated financial statements for the year ended 31 December 2024 (continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

19. Borrowings

(a) Short-term borrowings

	1/1/2024	Movements during the year			31/12/2024
	Carrying amount VND	Addition VND	Decrease VND	Unrealised foreign exchange differences VND	Carrying amount VND
Short-term borrowings	504,320,981,465	1,183,137,567,818	(1,184,836,295,317)	6,787,170,745	509,409,424,711
Current portion of long-term borrowings (Note 19(b))	62,616,848,878	59,887,980,182	(64,539,771,532)	-	57,965,057,528
	566,937,830,343	1,243,025,548,000	(1,249,376,066,849)	6,787,170,745	567,374,482,239

The Board of General Directors assessed that the Corporation is able to repay all of these borrowings when they fall due.

Terms and conditions of outstanding short-term borrowings were as follows:

	Currency	31/12/2024 VND	1/1/2024 VND
Bank loan 1	USD	149,154,928,073	-
Bank loan 2	VND	131,552,891,106	141,559,152,776
Bank loan 3	USD	84,464,768,296	263,441,834,236
Bank loan 4	VND	79,943,950,030	-
Bank loan 5	USD	64,292,887,206	99,319,994,453
		509,409,424,711	504,320,981,465

The short-term bank loans were unsecured. Interest rates were determined in each specific credit contract in accordance with the interest rate policy of the bank from time to time.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

(b) Long-term borrowings

Terms and conditions of outstanding long-term borrowings were as follows:

	Currency	Year of maturity	31/12/2024 VND	1/1/2024 VND
Bank loan 6	VND	2026 - 2028	117,582,001,551	156,852,021,819
Bank loan 7	VND	2026 - 2029	69,207,569,723	32,316,006,619
Loans from individuals	VND	2025 - 2030	2,567,000,000	2,470,000,000
			189,356,571,274	191,638,028,438
Amount repayable within 12 months			(57,965,057,528)	(62,616,848,878)
Amount repayable after 12 months			131,391,513,746	129,021,179,560

The bank loans' interest rates were determined in each specific credit contract in accordance with the interest rate policy of the banks from time to time. These loans were secured by tangible fixed assets with a net book value of VND229,602 million at 31 December 2024 (1/1/2024: VND232,242 million) (Note 11).

Loans from individuals represented loans from employees of the Corporation from bonuses payable annually. These loans were unsecured, and interest rates were specified in individual specific loan contracts.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

20. Bonus and welfare fund

This fund is established by appropriating from retained profits as approved by the General Meeting of Shareholders of the Corporation and its subsidiaries' management. This fund is used to pay bonus and welfare to the Corporation's and its subsidiaries' employees in accordance with the Corporation's and its subsidiaries' bonus and welfare policies.

Movements of bonus and welfare fund during the year were as follows:

	2024 VND	2023 VND
Opening balance	69,761,488,449	50,641,824,261
Appropriation (Note 22)	15,444,000,000	24,998,065,101
Reclassification	10,000,000,000	-
Utilisation	(8,987,739,790)	(5,878,400,913)
Closing balance	86,217,748,659	69,761,488,449

21. Science and technology development fund

	2024 VND	2023 VND
Opening balance	5,220,028,545	6,511,020,998
Appropriation	6,500,000,000	-
Charge for the year	(273,072,132)	(1,290,992,453)
Other adjustments	466,386,921	-
Closing balance	11,913,343,334	5,220,028,545

Garment 10 Corporation – Joint Stock Company

Notes to the consolidated financial statements for the year ended 31 December 2024 (continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

22. Changes in owners' equity

	Share capital VND	Share premium VND	Treasury shares VND	Investment and development fund VND	Retained profits VND	Non-controlling interest VND	Total VND
Balance at 1/1/2023	302,400,000,000	-	(2,440,000)	56,037,285,643	131,059,414,486	702,359,530	490,196,619,659
Net profit for the year	-	-	-	-	103,214,087,276	-	103,214,087,276
New shares issued	15,110,000,000	5,382,400,000	-	-	-	-	20,492,400,000
Appropriation to investment and development fund (Note 25)	-	-	-	49,536,000,000	(49,536,000,000)	-	-
Appropriation to bonus and welfare fund (Note 20)	-	-	-	-	(24,998,065,101)	-	(24,998,065,101)
Dividends (Note 24)	-	-	-	-	(54,431,560,800)	-	(54,431,560,800)
Reversal of investment and development fund	-	-	-	(475,966,496)	475,966,496	-	-
Balance at 1/1/2024	317,510,000,000	5,382,400,000	(2,440,000)	105,097,319,147	105,783,842,357	702,359,530	534,473,481,034
Net profit for the year	-	-	-	-	97,791,437,986	-	97,791,437,986
Appropriation to investment and development fund (Note 25)	-	-	-	41,184,000,000	(41,184,000,000)	-	-
Appropriation to bonus and welfare fund (Note 20)	-	-	-	-	(15,444,000,000)	-	(15,444,000,000)
Dividends (Note 24)	-	-	-	-	(47,626,134,000)	-	(47,626,134,000)
Other movements	-	-	-	-	(15,312,220)	-	(15,312,220)
Balance at 31/12/2024	317,510,000,000	5,382,400,000	(2,440,000)	146,281,319,147	99,305,834,123	702,359,530	569,179,472,800

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

23. Share capital

The Corporation's authorised and issued share capital are:

	31/12/2024		1/1/2024	
	Number of shares	VND	Number of shares	VND
Authorised share capital	31,751,000	317,510,000,000	31,751,000	317,510,000,000
Issued share capital				
Ordinary shares	31,751,000	317,510,000,000	31,751,000	317,510,000,000
Treasury shares				
Ordinary shares	(244)	(2,440,000)	(244)	(2,440,000)
Shares in circulation				
Ordinary shares	31,750,756	317,507,560,000	31,750,756	317,507,560,000

All ordinary shares have a par value of VND10,000. Each share is entitled to one vote at meetings of the Corporation. Shareholders are entitled to receive dividend as declared from time to time. All ordinary shares are ranked equally with regard to the Corporation's residual assets. In respect of shares bought back by the Corporation, all rights are suspended until those shares are reissued.

Share capital issued to shareholders was as follows:

	31/12/2024			1/1/2024		
	Number of shares	VND	%	Number of shares	VND	%
Vietnam National Textile and Garment Group	10,227,398	102,273,980,000	32.21	10,227,398	102,273,980,000	32.21
Other shareholders	21,523,358	215,233,580,000	67.79	21,523,358	215,233,580,000	67.79
	31,750,756	317,507,560,000	100	31,750,756	317,507,560,000	100

24. Dividends

On 20 April 2024, the General Meeting of Shareholders of the Corporation resolved to distribute dividends from its 2023 retained profits amounting to VND47,626 million (2023: VND54,432 million).

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

25. Investment and development fund

Under the Resolution of the General Meeting of Shareholders dated 20 April 2024, the Corporation and its subsidiaries appropriated VND41,184 million from its 2023 net profit after tax to the investment and development fund under equity (2023: VND49,536 million). This fund was established for the purpose of future business expansion.

26. Off balance sheet items

(a) Assets, materials and goods held for third parties or held for processing

	Unit	31/12/2024	1/1/2024
Fabric held for processing	Meter	410,797	1,836,538
Interlining held for processing	Meter	1,729,000	832,154
Other materials and goods held for processing	Meter	163,921	5,191
		<hr/>	<hr/>
		2,303,718	2,673,883
		<hr/>	<hr/>

(b) Foreign currencies

	31/12/2024		1/1/2024	
	Original currency	VND equivalent	Original currency	VND equivalent
United States Dollar ("USD")	2,708,966	68,404,088,093	2,880,502	69,362,481,660
Euro ("EUR")	678	17,687,087	1,560	41,141,653
		<hr/>		<hr/>
		68,421,775,180		69,403,623,313
		<hr/>		<hr/>

(c) Capital expenditure commitments

As at 31 December 2024, the Corporation and its subsidiaries had the following outstanding capital commitments approved but not provided for in the consolidated balance sheet:

	31/12/2024 VND	1/1/2024 VND
Approved but not contracted	76,850,885,100	187,210,579,500
Approved and contracted	47,666,782,152	-
	<hr/>	<hr/>
	124,517,667,252	187,210,579,500
	<hr/>	<hr/>

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

(d) Leases

The future minimum lease payments under non-cancellable operating leases were:

	31/12/2024 VND	1/1/2024 VND
Within 1 year	19,766,746,691	8,190,926,235
Within 2 to 5 years	66,841,308,238	32,545,078,245
More than 5 years	58,078,500,551	63,341,252,033
	<hr/> 144,686,555,480	<hr/> 104,077,256,513 <hr/>

27. Revenue from sales of goods and provision of services

Total revenue represents the gross value of goods sold and services rendered exclusive of value added tax.

Net revenue comprised:

	2024 VND	2023 VND
Total revenue		
▪ Sales of goods	4,253,806,061,119	3,782,114,629,342
▪ Services provided	44,908,124,210	31,128,991,636
▪ Processing	361,485,167,693	326,493,998,413
	<hr/> 4,660,199,353,022	<hr/> 4,139,737,619,391
Less sales deductions		
▪ Sales allowances	(13,423,343,741)	-
▪ Sales returns	(137,610,713)	(619,598,756)
	<hr/> (13,560,954,454)	<hr/> (619,598,756)
Net revenue	<hr/> 4,646,638,398,568	<hr/> 4,139,118,020,635 <hr/>

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

28. Cost of sales

	2024 VND	2023 VND
Merchandise and finished goods sold	3,724,135,406,299	3,371,951,043,968
Services provided	20,901,250,260	13,733,641,331
Processing services	350,451,658,825	316,179,226,998
Allowance (reversed)/made for inventories	(3,205,227,717)	626,816,392
	<hr/> 4,092,283,087,667	<hr/> 3,702,490,728,689 <hr/>

29. Financial income

	2024 VND	2023 VND
Interest income from deposits and loans	20,674,335,767	22,550,943,493
Realised foreign exchange gains	99,300,936,408	90,976,581,823
Unrealised foreign exchange gains	15,386,004	-
Other financial income	834,304,718	523,927,262
	<hr/> 120,824,962,897	<hr/> 114,051,452,578 <hr/>

30. Financial expenses

	2024 VND	2023 VND
Interest expense	28,264,629,140	32,387,670,887
Realised foreign exchange losses	52,578,868,034	50,720,060,540
Unrealised foreign exchange losses	5,847,070,599	7,511,865,468
Payment discounts paid to customers	160,359,809	2,816,455,619
Other financial expenses	197,302,250	188,380,108
	<hr/> 87,048,229,832	<hr/> 93,624,432,622 <hr/>

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

31. Selling expenses

	2024 VND	2023 VND
Staff costs	47,903,478,422	48,716,804,031
Depreciation and amortisation	5,325,047,116	4,300,681,708
Advertising expenses	8,643,108,442	4,795,791,238
Export transportation costs	21,630,942,135	13,025,317,838
Export expenses	43,425,377,528	34,848,508,995
Shop rentals	18,717,572,365	16,401,363,236
Other selling expenses	47,707,634,965	37,055,527,074
	193,353,160,973	159,143,994,120

32. General and administration expenses

	2024 VND	2023 VND
Staff costs	73,157,998,998	111,928,233,922
Depreciation and amortisation	10,105,423,879	12,467,831,138
Outside services	37,104,647,457	35,246,648,053
Allowance made for doubtful debts – short-term	109,011,711,669	-
Appropriation to science and technology development fund	6,500,000,000	
Other general and administration expenses	16,766,396,010	18,250,116,053
	252,646,178,013	177,892,829,166

33. Other income

	2024 VND	2023 VND
Penalties received	79,362,000	774,859,841
Gain from disposals of fixed assets	477,416,480	720,976,182
Others	1,396,088,754	2,657,148,025
	1,952,867,234	4,152,984,048

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

34. Other expenses

	2024 VND	2023 VND
Tax penalties	1,468,538,177	332,925,081
Others	1,601,246,180	404,224,806
	<hr/> 3,069,784,357	<hr/> 737,149,887 <hr/>

35. Production and business costs by element

	2024 VND	2023 VND
Raw material costs included in production costs	2,333,088,336,354	2,114,874,469,195
Staff costs	1,010,578,910,489	961,581,004,795
Depreciation and amortisation	84,371,665,967	91,369,011,936
Outside services	892,077,669,340	787,480,806,839
Other expenses	87,303,852,400	70,846,257,768
	<hr/>	<hr/>

36. Income tax

(a) Reconciliation of effective tax rate

	2024 VND	2023 VND
Accounting profit before tax	141,015,787,857	123,433,322,777
Tax at the Company's tax rate	28,203,157,571	24,686,664,555
Non-deductible expenses	22,188,126,077	313,451,052
Movements in deductible temporary differences	(1,161,213,766)	-
Effect of consolidation adjustment entries	19,660,462	(20,352,508)
Tax reduction (*)	(6,334,498,200)	(4,566,313,208)
Deferred tax assets not recognised in respect of tax losses	242,196,476	-
Under/(over) provision in prior years	66,921,251	(572,189)
Other movements	-	(193,642,201)
	<hr/> 43,224,349,871	<hr/> 20,219,235,501 <hr/>

(*) The Corporation is entitled to reduction of income tax corresponding to the additional payment made for female employees in accordance with regulations in Decree No. 218/2013/ND-CP dated 26 December 2013 of the Government.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

(b) Unrecognised deferred tax assets

	31/12/2024		1/1/2024	
	Temporary difference VND	Tax value VND	Temporary difference VND	Tax value VND
Tax losses	1,210,982,380	242,196,476	-	-

The tax losses expire in 2029.

(c) Applicable tax rates

According to the prevailing income tax regulations, the Corporation and its subsidiaries have an obligation to pay the Government income tax at the rate of 20% of taxable profits.

37. Basic earnings per share

(a) Basic earnings per share

	2024	2023 Restated
Net profit for the year (VND)	97,791,437,986	103,214,087,276
Appropriation to bonus and welfare fund (VND) (*)	(14,868,000,000)	(15,444,000,000)
Net profit attributable to ordinary shareholders (VND)	82,923,437,986	87,770,087,276
Weighted average number of ordinary shares (number of shares)	31,750,756	30,674,427
Basic earnings per share (VND/share)	2,612	2,861

(*) As at 31 December 2024, the Corporation estimated the profit for the year ended 31 December 2024 to be appropriated to bonus and welfare fund of VND14,868 million.

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN

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

(b) Restatement of basic earnings per share for the year ended 31 December 2023

The General Meeting of Shareholders of the Corporation on 20 April 2024 approved the plan to distribute profits of 2023. Accordingly, the Corporation appropriated VND15,444,000,000 to Bonus and welfare fund from profits after tax. Therefore, there was a change in net profit attributable to ordinary shareholders for the year ended 31 December 2023 for calculation of basic earnings per share.

A comparison of basic earnings per share previously reported and as restated is as follows:

	Net profit attributable to ordinary shareholders VND	Weighted average number of ordinary shares	Basic earnings per share VND
Previously reported amounts	86,740,087,276	30,674,427	2,828
Effect of appropriation of profit after tax to bonus and welfare fund	1,030,000,000	-	33
Restated amounts	87,770,087,276	30,674,427	2,861

38. Significant transactions with related parties

In addition to related party balances disclosed in other notes to the consolidated financial statements, the Corporation and its subsidiaries had the following significant transactions with related parties during the year:

	Transaction value	
	2024	2023
	VND	VND
Other related company		
<i>Vietnam National Textile and Garment Group</i>		
Purchase of services	1,002,078,230	129,600,000
Sales of goods	13,101,128,099	9,422,409,628
Dividend distributed	15,341,097,000	18,409,316,400

Garment 10 Corporation – Joint Stock Company
Notes to the consolidated financial statements for the year ended 31 December 2024
(continued)

Form B 09 – DN/HN
(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

Key management personnel compensation

	2024 VND	2023 VND
Chairman		
Remuneration and bonus	1,440,000,000	1,415,000,000
General Director		
Salary and bonus	1,935,773,060	1,922,968,395
Board of Management and Board of Directors members		
Salary and bonus	8,478,266,705	8,255,656,770
Members of Supervisory Board		
Remuneration and bonus	670,022,785	646,325,650

39. Non-cash investing and financing activities

	2024 VND	2023 VND
Conversion of payables to employees into borrowings	569,000,000	748,000,000

40. Comparative information

Comparative information as at 1 January 2024 was derived from the balances and amounts reported in the Corporation's consolidated financial statements as at and for the year ended 31 December 2023.

26 March 2025

Prepared by:

Approved by:


Nguyen Thi Thu Ha
General Accountant


Tran Thanh Binh
Chief Accountant


Than Duc Viet
General Director



