Phu Bai Spinning Mill Joint Stock Company

Interim Financial Statements
for the six-month period ended
30 June 2026

Phu Bai Spinning Mill Joint Stock Company
Corporate Information

Investment Certificate No.	31321000019 3101557847	1 June 2009 29 January 2018

The Investment Certificate No. 3101557847 dated 29 January 2018, for the expansion investment project has been amended several times and the most recent of which is Investment Certificate No. 3101557847 dated 12 May 2021. The Investment Certificate and amendments were issued by the Economic and Industrial Zones Authority of Hue City.

Enterprise Registration Certificate No.	3300352720	14 January 2003

The Enterprise Registration Certificate has been amended several times, the most recent of which is Enterprise Registration Certificate No. 3300352720 dated 2 October 2025. The Enterprise Registration Certificate was issued by the Department of Planning and Investment of Hue City.

Board of Management	Mr. Pham Van Tan	Chairman
	Mr. Tran Dinh Hiep	Member
	Mr. Truong Van Hien	Member
	Ms. Le Thi Que Huong	Member
	Mr. Bui Thanh Hung	Member
Board of Directors	Mr. Tran Dinh Hiep	General Director
	Ms. Le Thi Que Huong	Deputy General Director
	Ms. Hoang Thai Truc	Deputy General Director
Supervisory Board	Ms. Tran Thi Thu Hang	Head of Supervisory Board *(from 20 April 2026)*
	Ms. Nguyen Ngoc Mai Chi	Head of Supervisory Board *(until 19 April 2026)*
	Mr. Vo Hoang Phung	Member
	Ms. Nguyen Ngoc Mai Chi	Member *(from 20 April 2026)*
	Mr. Hoang Duy Khanh	Member *(until 19 April 2026)*
Registered Office	Phu Bai Industrial Zone, Phu Bai Ward Hue City, Vietnam	
Auditor	KPMG Limited Vietnam	

Phu Bai Spinning Mill Joint Stock Company
Statement of the Board of Directors

The Board of Directors of Phu Bai Spinning Mill Joint Stock Company ("the Company") presents this statement and the accompanying interim financial statements of the Company for the six-month period ended 30 June 2026.

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

(a) the interim financial statements set out on pages 5 to 44 give a true and fair view of the financial position of the Company as at 30 June 2026, and of its results of operations and cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to interim financial reporting; and

(b) at the date of this statement, there is no reason to believe that the Company will not be able to pay its debts as and when they fall due.

The Board of Directors has, on the date of this statement, authorised the accompanying interim financial statements for issue.

On behalf of the Board of Directors,

M.S.D.N: 3300352720-C.T.C.P
CÔNG TY CỔ PHẦN SỢI PHÚ BÀI
TX. HƯƠNG THỦY - TỈNH THỪA THIÊN HUẾ

Tran Dinh Hiep
General Director

Hue City, 14 August 2026

KPMG Limited
46th Floor, Keangnam Landmark 72,
Pham Hung Street, Yen Hoa Ward,
Hanoi, Vietnam
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INTERIM FINANCIAL STATEMENTS REVIEW REPORT

To the Shareholders
Phu Bai Spinning Mill Joint Stock Company

We have reviewed the accompanying interim financial statements of Phu Bai Spinning Mill Joint Stock Company ("the Company"), which comprise the statement of financial position as at 30 June 2026, the statements of income and cash flows for the six-month period then ended and the explanatory notes thereto which were authorised for issue by the Company's Board of Directors on 14 August 2026, as set out on pages 5 to 44.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express a conclusion on these interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review engagements 2410 - *Review of interim financial information performed by the independent auditor of the entity.*

A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

KPMG

Auditor's Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material respects, of the financial position of Phu Bai Spinning Mill Joint Stock Company as at 30 June 2026, and of its results of operations and cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to interim financial reporting.

KPMG Limited
Vietnam
Review Report No. 26-04-0034-26-1

M.S.D.N: 010... C.T.N.H.H
CÔNG TY TNHH KPMG
THÀNH PHỐ HÀ NỘI

Truong Vinh Phuc
Practicing Auditor Registration
Certificate No. 1901-2023-007-1
Deputy General Director

Nguyen Thuy Trang
Practicing Auditor Registration
Certificate No. 3846-2022-007-1

Hanoi, 14 August 2026

Phu Bai Spinning Mill Joint Stock Company
Statement of financial position as at 30 June 2026

Form B 01a – DN
(Issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 of the Minister of Finance)

	Code	Note	30/6/2026 VND	1/1/2026 VND
ASSETS				
Current assets (100 = 110 + 120 + 130 + 140 + 160)	**100**		**506,169,001,331**	**498,498,483,422**
Cash and cash equivalents	**110**	**10**	**26,407,628,921**	**26,994,942,434**
Cash	111		3,371,334,400	8,994,942,434
Cash equivalents	112		23,036,294,521	18,000,000,000
Short-term financial investments	**120**		**12,733,376,986**	**9,500,000,000**
Held-to-maturity investments	123	11(a)	12,733,376,986	9,500,000,000
Accounts receivable – short-term	**130**		**115,669,309,308**	**111,904,535,041**
Accounts receivable from customers	131	12	68,175,340,828	44,644,762,202
Prepayments to suppliers	132	13	15,655,903,657	27,379,779,759
Other receivables	135	14	31,838,064,823	39,879,993,080
Inventories	**140**	**15**	**291,188,072,961**	**299,877,051,804**
Inventories	141		298,701,294,893	308,756,571,617
Allowance for inventories	142		(7,513,221,932)	(8,879,519,813)
Other current assets	**160**		**60,170,613,155**	**50,221,954,143**
Short-term deferred expenses	161		1,823,962,155	2,540,229,879
Deductible value added tax	162		58,346,651,000	45,698,496,236
Taxes and others receivable from the State	163	20(a)	-	1,983,228,028

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

Phu Bai Spinning Mill Joint Stock Company
Statement of financial position as at 30 June 2026 (continued)

Form B 01a – DN
(Issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 of the Minister of Finance)

	Code	Note	30/6/2026 VND	1/1/2026 VND
Long-term assets (200 = 220 + 250 + 260 + 270)	**200**		**511,176,671,034**	**515,255,024,447**
Fixed assets	**220**		**488,847,632,351**	**417,014,789,773**
Tangible fixed assets	221	16	488,822,402,049	416,959,283,111
Cost	222		*1,027,467,693,455*	*948,992,362,368*
Accumulated depreciation	223		*(538,645,291,406)*	*(532,033,079,257)*
Intangible fixed assets	227		25,230,302	55,506,662
Cost	228		*549,040,000*	*549,040,000*
Accumulated amortisation	229		*(523,809,698)*	*(493,533,338)*
Long-term work in progress	**250**		**14,386,270,430**	**92,152,139,122**
Construction in progress	252	17	14,386,270,430	92,152,139,122
Long-term financial investments	**260**	**11(b)**	**-**	**-**
Equity investments in other entities	263		1,075,000,000	1,075,000,000
Allowance for impairment of long-term financial investments	264		(1,075,000,000)	(1,075,000,000)
Other long-term assets	**270**		**7,942,768,253**	**6,088,095,552**
Long-term deferred expenses	271	18	7,812,062,907	5,957,390,206
Deferred tax assets	272		130,705,346	130,705,346
TOTAL ASSETS (280 = 100 + 200)	**280**		**1,017,345,672,365**	**1,013,753,507,869**

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

Phu Bai Spinning Mill Joint Stock Company
Statement of financial position as at 30 June 2026 (continued)

Form B 01a – DN
(Issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 of the Minister of Finance)

	Code	Note	30/6/2026 VND	1/1/2026 VND
RESOURCES				
Liabilities (300 = 310 + 330)	**300**		**737,048,779,191**	**754,743,995,029**
Current liabilities	**310**		**430,071,029,911**	**426,380,263,089**
Accounts payable to suppliers	311	19	48,558,715,946	46,921,920,136
Advances from customers	312		623,293,340	2,397,718,067
Taxes and others payable to the State	314	20(b)	2,824,004,102	758,420,221
Payable to employees	315		24,540,887,179	26,294,826,441
Accrued expenses	316	21	5,107,208,546	5,758,098,609
Other payables – short-term	320	22	2,293,872,674	2,268,489,844
Short-term borrowings	321	23(a)	341,132,329,875	336,894,371,522
Bonus and welfare funds	323	24	4,990,718,249	5,086,418,249
Long-term liabilities	**330**		**306,977,749,280**	**328,363,731,940**
Long-term borrowing	339	23(b)	306,977,749,280	328,363,731,940
EQUITY	**400**		**280,296,893,174**	**259,009,512,840**
Share capital	411	26	133,000,870,000	133,000,870,000
- *Ordinary shares with voting rights*	*411a*		*133,000,870,000*	*133,000,870,000*
Capital surplus	412		52,790,556,000	52,790,556,000
Investment and development fund	418	27	68,451,731,553	68,451,731,553
Other equity funds	419		830,000	830,000
Retained profits	420		26,052,905,621	4,765,525,287
- *Retained profits/(accumulated losses) brought forward*	*420a*		*4,765,525,287*	*(17,170,037,086)*
- *Profit for the current period*	*420b*		*21,287,380,334*	*21,935,562,373*
TOTAL RESOURCES (440 = 300 + 400)	**440**		**1,017,345,672,365**	**1,013,753,507,869**

Authorized, 14 August 2026

Prepared by:

Nguyen Trung Hieu
Deputy Head of Accounting department

Approved by:

M.S.D.N: 3300352720 C.T.C.P CÔNG TY CỔ PHẦN SỢI PHÚ BÀI TX.HƯƠNG THỦY-THỪA THIÊN HUẾ

Tran Dinh Hiep
General Director

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

Phu Bai Spinning Mill Joint Stock Company
Statement of income for the six-month period ended 30 June 2026

Form B 02a – DN
(Issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 of the Minister of Finance)

	Code	Note	Six-month period ended 30/6/2026 VND	30/6/2025 VND
Revenue from sales of goods and provision of services	**01**	**29**	**623,078,886,421**	**535,957,149,356**
Cost of sales	**11**	**30**	**541,362,943,098**	**479,108,313,043**
Net revenue from sales of goods and provision of services (20 = 01 - 11)	**20**		**81,715,943,323**	**56,848,836,313**
Financial income	22	31	3,998,979,708	8,499,970,109
Financial expenses	23	32	21,747,107,023	20,529,946,051
In which: Borrowing cost	*24*		*20,137,866,108*	*18,333,616,961*
Selling expenses	25	33	25,182,796,837	23,214,989,719
General and administration expenses	26	34	14,302,314,106	12,563,027,962
Net operating profit {30 = 20 + 22 - 23 - (25 + 26)}	**30**		**24,482,705,065**	**9,040,842,690**
Other income	31		1,186,126,938	1,577,098,675
Other expenses	32		278,198,560	52,495,938
Results of other activities (40 = 31 - 32)	**40**		**907,928,378**	**1,524,602,737**
Accounting profit before tax (50 = 30 + 40)	**50**		**25,390,633,443**	**10,565,445,427**
Income tax expense – current	**51**	**36**	**4,103,253,109**	**1,667,809,901**
Net profit after tax (60 = 50 - 51)	**60**		**21,287,380,334**	**8,897,635,526**
Basic earnings per share				
Basic earnings per share	70	37	1,601	669

Authorized, 14 August 2026

Prepared by:

Nguyen Trung Hieu
Deputy Head of Accounting department

CÔNG TY CỔ PHẦN SỢI PHÚ BÀI
M.S.D.N: 3300352720-C.T.C.P
TX. HƯƠNG THỦY - THÀNH PHỐ HUẾ

Approved by:

Tran Dinh Hiep
General Director

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

Phu Bai Spinning Mill Joint Stock Company
Statement of cash flows for the six-month period ended 30 June 2026
(Indirect method)

Form B 03a – DN
(Issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 of the Minister of Finance)

	Code	Note	Six-month period ended 30/6/2026 VND	Six-month period ended 30/6/2025 VND
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	**01**		**25,390,633,443**	**10,565,445,427**
Depreciation and amortisation	02		20,557,457,158	16,241,246,731
Allowances and provisions	03		(1,366,297,881)	795,145,422
Exchange losses arising from revaluation of monetary items denominated in foreign currencies	04		306,393,907	158,492,131
Profits from investing, financing activities	05		(2,294,132,916)	(2,013,097,919)
Borrowing cost	06		20,137,866,108	18,333,616,961
Operating profit before changes in working capital	**08**		**62,731,919,819**	**44,080,848,753**
	00			
(Increase), decrease in receivables	09		(15,878,112,006)	5,921,236,912
(Increase), decrease in inventories	10		10,055,276,724	(138,243,755,699)
Increase, (decrease) Change in payables	11		1,651,078,065	(65,592,778,829)
(Increase), decrease in deferred expenses	12		(1,138,404,977)	131,722,441
			57,421,757,625	**(153,702,726,422)**
Borrowing cost paid	14		(20,229,162,462)	(18,068,948,189)
Income tax paid	15		-	(172,298,815)
Other payments for operating activities	17		(95,700,000)	(128,000,000)
Net cash flows from operating activities	**20**		**37,096,895,163**	**(172,071,973,426)**

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

Phu Bai Spinning Mill Joint Stock Company
Statement of cash flows for the six-month period ended 30 June 2026
(Indirect method – continued)

Form B 03a – DN
(Issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 of the Minister of Finance)

	Code	Note	Six-month period ended 30/6/2026 VND	30/6/2025 VND
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for additions to fixed assets	21		(19,336,145,974)	(65,994,016,491)
Proceeds from disposals of fixed assets	22		780,309,080	87,565,660
Placement of term deposits	23		(3,100,000,000)	(14,372,825,000)
Proceeds from term deposits	24		-	21,914,250,000
Receipts of interests and dividends	27		1,417,973,970	2,023,064,592
Net cash flows from investing activities	**30**		**(20,237,862,924)**	**(56,341,961,239)**
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from borrowings	33		427,239,882,443	620,912,883,397
Payments to settle loan principals	34		(444,686,134,845)	(417,774,954,932)
Net cash flows from financing activities	**40**		**(17,446,252,402)**	**203,137,928,465**
Net cash flows during the period (50 = 20 + 30 + 40)	**50**		**(587,220,163)**	**(25,276,006,200)**
Cash and cash equivalents at the beginning of the period	**60**	**10**	**26,994,942,434**	**52,096,040,114**
Effect of exchange rate fluctuations on cash and cash equivalents	**61**		**(93,350)**	**1,816,558**
Cash and cash equivalents at the end of the period (70 = 50 + 60 + 61)	**70**	**10**	**26,407,628,921**	**26,821,850,472**

Authorized, 14 August 2026

Prepared by:

Nguyen Trung Hieu
Deputy Head of Accounting department

Approved by:

CÔNG TY CỔ PHẦN SỢI PHÚ BÀI

Tran Dinh Hiep
General Director

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

Form B 09a – DN
(Issued under Circular No. 99/2025/TT-BTC
dated 27 October 2025 of the Minister of Finance)

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

1. Reporting entity

(a) Ownership structure

Phu Bai Spinning Mill Joint Stock Company ("the Company") is incorporated as a joint stock company in Vietnam.

As at 30 June 2026, the Company had 629 employees (1/1/2026: 631 employees).

(b) Principal activities

The principal activities of the Company are production and trading of assorted fibres, raw materials and equipment for the spinning industry.

(c) Normal operating cycle

The normal operating cycle of the Company is generally within 12 months.

2. Basis of preparation

(a) Statement of compliance

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

(b) Basis of measurement

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

(c) Annual accounting period

The annual accounting period of the Company is from 1 January to 31 December. The Company's six-month accounting period is from 1 January to 30 June.

(d) Accounting and presentation currency

The Company's accounting currency is Vietnam Dong ("VND"), which is also the currency used for interim financial statement presentation purpose.

3. Adoption of new guidance on accounting system for enterprises

On 27 October 2025, the Ministry of Finance issued Circular No. 99/2025/TT-BTC providing guidance on the Vietnamese Accounting System for Enterprises ("Circular 99"). Circular 99 replaces the previous guidance on Vietnamese Accounting System for Enterprises under Circular No. 200/2014/TT-BTC dated 22 December 2014 ("Circular 200") and other circulars amending and supplementing Circular 200. Circular 99 is effective from 1 January 2026 and applicable for annual accounting periods beginning on or after 1 January 2026.

The Company has adopted the applicable requirements of Circular 99 effective from 1 January 2026 on a prospective basis, unless Circular 99 stipulates otherwise. The significant changes to the Company's accounting policies and the effects on the financial statements, if any, are disclosed in the following notes to the financial statements.

- Foreign currency transaction (Note 4(a)(i));

4. Summary of significant accounting policies

The following significant accounting policies have been adopted by the Company in the preparation of these interim financial statements.

The accounting policies that have been adopted by the Company in the preparation of these interim financial statements are consistent with those adopted in the preparation of the latest annual financial statements except for the accounting policies described in Note 3.

(a) Foreign currency

(i) Foreign currency transactions

Transactions in currencies other than VND during the period 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, except for (i) (a part of) accounts receivable for which allowance for doubtful debts have been provided, (ii) demand deposits, are translated into VND at the average of the account transfer buying rates and selling rates at the end of the accounting period quoted by the commercial bank where the Company most frequently conducts transactions. Demand deposits denominated in currencies other than VND are translated into VND at the average of the account transfer buying rates and selling rates at the end of the accounting period quoted by the commercial bank where the Company maintains the demand deposit accounts.

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

(b) Cash and cash equivalents

Cash comprises cash balances and demand 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.

(c) Investments

(i) Held-to-maturity investments

Held-to-maturity investments are those that the Company's management has the intention and ability to hold until maturity. Held-to-maturity investments include term deposits at bank and are stated at costs. Subsequent to initial recognition, held-to-maturity investments are stated at amortized cost less allowance for held-to-maturity investments.

(ii) Equity investments in other entities

Investments in other entities comprises investments in equity instruments of other entities that the Company does not have control, joint control or significant influence over the investees. These investments are initially recognised at cost which include purchase price plus any directly attributable transaction costs. Subsequent to initial recognition, these investments are stated at cost less allowance for impairment.

An allowance is made for impairment of investment if the investee has suffered a loss which may cause the Company to lose its invested capital, unless there is evidence that the value of the investment has not been diminished. The allowance is reversed if the investee subsequently made a profit that offsets the previous loss for which the allowance had been made. An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that would have been determined if no allowance had been recognised

(d) Accounts receivable

Trade and other receivables are stated at cost less allowance for doubtful debts. An allowance for doubtful debts is made for receivables that are overdue or deemed likely to be uncollectible.

The allowance for overdue trade and other receivables is calculated based on aging analysis and specific provisioning rates as below:

	Allowance Percentage
Past due 6 months – 1 year	30%
Past due 1 – 2 years	50%
Past due 2 – 3 years	70%
Past due more than 3 years	100%

Trade and other receivables that are not past due but are assessed as unlikely to be collected based on available evidence at the end of the accounting period shall have an allowance provided on case-by-case basis.

(e) 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 an appropriate allocation of manufacturing overheads based on normal operating capacity. Net realisable value is the estimated selling price of inventory items, less the estimated costs of completion and estimated costs to sell.

(f) Tangible fixed assets

(i) Cost

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of 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 statement of income in the period in which the cost is 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 infrastructures	6 – 30 years
▪ machinery and equipment	5 – 15 years
▪ motor vehicles	3 – 6 years
▪ office equipment	3 – 5 years

(g) 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 3 years.

(h) 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.

(i) Long-term deferred expenses

Tools and instruments

Tools and instruments include assets held for use by the Company 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 3 years.

(j) Trade and other payables and accruals

Trade and other payables and accruals are stated at their cost.

(k) Bonus and welfare fund

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

(l) Share capital

Ordinary shares

Ordinary shares are recognised at issuance price less incremental costs directly attributable to the issue of shares, net of tax effects. Such costs are recognised as a deduction from share premium at par value

(m) Taxation

Income tax on the profit or loss for the period comprises current and deferred tax. Income tax is recognised in the 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 period, using tax rates enacted at the end of the accounting period, and any adjustment to tax payable in respect of previous periods.

Deferred tax is provided using the statement of financial position 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 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.

(n) Revenue and other incomes

(i) Goods sold

Revenue from the sales of goods is recognised in the 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.

(ii) Processing services

Revenue from processing services is recognised in the statement of income when the goods have been processed and the significant risks and rewards of ownership have been transferred to the ordering parties. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

(iii) Interest income

Interest income is recognised on a time proportion basis with reference to the principal outstanding and the applicable interest rate. However, interest income is not recognised for held-to-maturity investments that have been provided allowance for impairment due to unlikeliness of recovery.

(iv) Dividend income

Dividend income from shares that have been registered and centrally deposited at the Vietnam Securities Depository and Clearing Corporation (VSDC) is recognised on the record date. Dividend income from shares that have not been registered with VSDC is recognised when the right to receive dividend is established. Share dividends are not recognised as income. Dividends received which are attributable to the period before investment acquisition date are deducted from the carrying amount of the investment.

(o) Lease

Operating lease payments

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

(p) Production and business expenses

Expenses shall be recognised in the statement of income in the period in which they are incurred. Except where the expenses relate to the results of production and business activities of multiple accounting periods, they shall be allocated to the income statement on a systematic or proportional basis.

(q) Borrowing costs

Borrowing costs are recognised as an expense in the period 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 Company presents basic earnings per share for its ordinary shares. Basic earnings per share is calculated by dividing the profit or loss attributable to the ordinary shareholders of the Company (after deducting any amounts appropriated to bonus and welfare funds for the accounting period) by the weighted average number of ordinary shares outstanding during the period.

During the period, the Company had no potential dilutive ordinary shares and therefore does not present diluted earnings per share.

(s) Segment reporting

A segment is a distinguishable component of the Company 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 Company's Board of Directors assesses that the Company operates in one business area which is the production and trading of assorted fibres and raw materials and equipment for the spinning industry. Geographical segment of the Company is determined based on the location of customers. The Company's Board of Directors assesses that a geographical area that generates more than 10% of total revenue is a segment that needs to be reported.

(t) Related parties

Parties are considered to be related to the Company if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or where the Company and the other party are subject to common control. 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 the parent company - Vietnam National Textile And Garment Group, and its subsidiaries and associates.

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(u) Comparative information

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

5. Seasonality of operations

The Company does not have any seasonal business segments that affects the Company's operating results for the six-month period ended 30 June 2026.

6. Changes in accounting estimates

In preparing the annual and interim financial statements, the Board of Directors has made several accounting estimates. Actual results may differ from these estimates. For the six-month period ended 30 June 2026, there were not any significant changes in accounting estimates since the latest annual accounting period ended.

7. Unusual items

The Company has no unusual items that affects the Company's interim financial statements for the six-month period ended 30 June 2026.

8. Changes in the composition of the Company

There were not any significant changes in the composition of the Company for the six-month period ended 30 June 2026.

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9. Segment reporting

The Company comprises the following geographical segments, based on geographical locations of customers:

- Vietnam
- Republic of Korea;
- Japan;
- Others.

	Vietnam		Republic of Korea		Japan		Others		Consolidated	
	30/6/2026	30/6/2025	30/6/2026	30/6/2025	30/6/2026	30/6/2025	30/6/2026	30/6/2025	30/6/2026	30/6/2025
	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND
Total segment revenue	55,671,392,030	49,258,391,206	423,018,099,525	352,753,608,090	105,705,150,644	129,224,977,864	38,684,244,222	4,720,172,196	623,078,886,421	535,957,149,356
Segment results	6,939,346,364	2,808,746,794	50,234,283,131	31,602,900,971	19,519,802,125	22,040,960,194	5,022,511,703	396,228,354	81,715,943,323	56,848,836,313
Unallocated incomes									3,998,979,708	8,499,970,109
Unallocated expenses									(61,232,217,966)	(56,307,963,732)
Results from operating activities									24,482,705,065	9,040,842,690
Other income									1,186,126,938	1,577,098,675
Other expenses									(278,198,560)	(52,495,938)
Income tax									(4,103,253,109)	(1,667,809,901)
Net profit after tax									21,287,380,334	8,897,635,526

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	Vietnam		Republic of Korea		Japan		Others		Consolidated	
	30/6/2026	1/1/2026	30/6/2026	1/1/2026	30/6/2026	1/1/2026	30/6/2026	1/1/2026	30/6/2026	1/1/2026
	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND
Segment assets	1,311,078,974	14,915,390	50,024,314,172	25,121,825,052	12,522,557,874	9,253,851,104	4,317,389,808	10,254,170,656	68,175,340,828	44,644,762,202
Unallocated assets									949,170,331,537	969,108,745,667
Total assets									1,017,345,672,365	1,013,753,507,869
Segment liabilities	537,116,729	2,311,677,609	-	-	63,102,206	62,966,053	23,074,405	23,074,405	623,293,340	2,397,718,067
Unallocated liabilities									736,425,485,851	752,346,276,962
Total liabilities									737,048,779,191	754,743,995,029

	Six-month period ended	
	30/6/2026	30/6/2025
	VND	VND
Capital expenditure	19,336,145,974	65,994,016,491
Depreciation of tangible fixed assets	20,527,180,798	16,210,970,365
Amortisation of intangible fixed assets	30,276,360	30,276,366

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10. Cash and cash equivalents

	30/6/2026 VND	1/1/2026 VND
Cash on hand	563,694,444	481,761,056
Demand deposits (*)	2,807,639,956	8,513,181,378
Cash equivalents (**)	23,036,294,521	18,000,000,000
Cash and cash equivalents in the statement of cash flows	26,407,628,921	26,994,942,434

(*) Details of demand deposits are as follows:

Bank name	30/6/2026 VND	1/1/2026 VND
Joint Stock Commercial Bank for Investment and Development of Vietnam – Hue Branch	482,648,902	653,667,132
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Hue Branch	391,536,016	153,083,985
Joint Stock Commercial Bank for Investment and Development of Vietnam – Hue Branch	1,131,993,447	44,019,468
Other banks	801,461,591	7,662,410,793
	2,807,639,956	8,513,181,378

(**) Details of cash equivalents are as follows:

Bank name	30/6/2026 VND	1/1/2026 VND
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Hue Branch	10,501,294,521	10,500,000,000
Vietnam Joint Stock Commercial Bank for Industry and Trade – Hue Branch	3,501,294,521	3,500,000,000
Joint Stock Commercial Bank for Investment and Development of Vietnam – Hue Branch	9,033,705,479	4,000,000,000
	23,036,294,521	18,000,000,000

As at 30 June 2026, cash equivalents represented term deposits in VND at banks with original terms of less than 3 months from the transaction dates and annual interest rates ranging from 2.4% to 4.75% per annum (1/1/2026: from 4.4% to 4.8%).

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11. Held-to-maturity investments

(a) Held-to-maturity investments - short-term

	30/6/2026			1/1/2026		
	Carrying amount at amortised cost VND	Recoverable amount VND	Allowance VND	Carrying amount at amortised cost VND	Recoverable amount VND	Allowance VND
Term deposits						
▪ Joint Stock Commercial Bank for Foreign Trade of Vietnam	6,531,301,370	6,531,301,370	-	6,500,000,000	6,500,000,000	-
▪ Joint Stock Commercial Bank for Investment and Development of Vietnam	6,202,075,616	6,202,075,616	-	3,000,000,000	3,000,000,000	-
	12,733,376,986	12,733,376,986	-	9,500,000,000	9,500,000,000	-

Held-to-maturity investments represented deposits at banks with original terms of more than 3 months and the remaining maturities of less than 12 months from the end of the accounting period. Held-to-maturity investments were deposited in VND and earned annual interest at rates ranging from 4.1% to 5.5% (1/1/2026: from 4.1% to 5%).

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(b) Held-to-maturity investments - long-term

				30/6/2026 and 1/1/2026		
	Address	Quantity	% of equity owned and voting rights	Cost VND	Recoverable amount VND	Allowance VND
Equity investments in other entities						
▪ Dong Phu Spinning Joint Stock Company	Hung Yen	107,500	3,84%	1,075,000,000	-	(1,075,000,000)

The Company has not determined fair values of the equity investment in other entities for disclosure in the financial statements because information about its market price is not available and there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System for Enterprises. The fair value of this investment may differ from its carrying amount.

12. Accounts receivable from customers

Accounts receivable from customers detailed by significant customer

	30/6/2026		1/1/2026	
	Carrying amount VND	Allowance VND	Carrying amount VND	Allowance VND
Jungwoo Vina Co., Ltd.	13,117,211,594	-	2,549,283,179	-
Color and Touch Co., Ltd.	10,661,578,205	-	6,426,670,131	-
Daenong Corporation	8,284,062,339	-	-	-
Toyoshima & Co., Ltd.	4,715,509,152	-	4,643,518,612	-
Sewang Textile Co., Ltd	3,234,618,679	-	7,034,856,698	-
Other customers	28,162,360,859	-	23,990,433,582	-
	68,175,340,828	-	44,644,762,202	-

At 1 January 2026 and 30 June 2026, all accounts receivable from customers are pledged with banks as security for the borrowings granted to the Company (Note 23(a)).

13. Prepayments to suppliers

	30/6/2026 VND	1/1/2026 VND
Phu Xuan Real Estate Investment Joint Stock Company	-	12,186,724,555
LeTrading Vietnam Company Limited	9,114,088,205	9,763,901,789
Other suppliers	6,541,815,452	5,429,153,415
	15,655,903,657	27,379,779,759

14. Other short-term receivables

	30/6/2026		1/1/2026	
	Carrying amount VND	Allowance VND	Carrying amount VND	Allowance VND
Receivables from employees	214,501,045	-	122,033,045	-
Security deposits (*)	31,000,000,000	-	39,100,000,000	-
Interest receivable	364,836,717	-	402,363,837	-
Others	258,727,061	-	255,596,198	-
	31,838,064,823	-	39,879,993,080	-

(*) Security deposits represent term deposits at banks as security for the opening of letters of credit and the Company's borrowings (Note 23(a)) and earned interest at rates ranging from 4.0% to 5.5% per annum (1/1/2026: from 3.4% to 4.4%).

15. Inventories

	30/6/2026		1/1/2026	
	Cost VND	Allowance VND	Cost VND	Allowance VND
Goods in transit	48,132,036,734	(1,154,784,016)	76,483,382,249	(2,312,792,578)
Raw materials	215,288,581,579	(5,948,666,385)	194,844,636,173	(5,752,816,923)
Tools and supplies	55,862,227	-	52,926,744	-
Work in progress	18,351,562,045	(409,771,531)	18,661,116,864	(485,127,945)
Finished goods	16,873,252,308	-	18,690,744,444	(328,782,367)
Merchandise inventories	-	-	23,765,143	-
	298,701,294,893	(7,513,221,932)	308,756,571,617	(8,879,519,813)

Included in inventories at 30 June 2026 was VND262,438 million of goods in transit, raw materials, work in progress and finished goods recognised at net realisable value (1/1/2026: VND288,231 millions).

As at 30 June 2026 inventories with a cost of VND298,701 million (1/1/2026: VND308,756 millions) were pledged with banks as security for borrowings granted to the Company (Note 23(a)).

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16. Tangible fixed assets

	Buildings and structures VND	Plant and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Cost					
Opening balance	142,194,578,744	784,128,376,141	22,360,478,591	308,928,892	948,992,362,368
Additions	1,164,447,777	973,258,712	-	-	2,137,706,489
Transfer from construction in progress	-	90,252,593,247	-	-	90,252,593,247
Disposals	-	(13,914,968,649)	-	-	(13,914,968,649)
Closing balance	143,359,026,521	861,439,259,451	22,360,478,591	308,928,892	1,027,467,693,455
Accumulated depreciation					
Opening balance	59,560,045,177	450,043,946,545	22,120,158,643	308,928,892	532,033,079,257
Charge for the period	1,818,415,977	18,642,437,664	66,327,157	-	20,527,180,798
Disposals	-	(13,914,968,649)	-	-	(13,914,968,649)
Closing balance	61,378,461,154	454,771,415,560	22,186,485,800	308,928,892	538,645,291,406
Net book value					
Opening balance	82,634,533,567	334,084,429,596	240,319,948	-	416,959,283,111
Closing balance	81,980,565,367	406,667,843,891	173,992,791	-	488,822,402,049

Included in tangible fixed assets were assets costing VND375,778 million which were fully depreciated as of 30 June 2026 (1/1/2026: VND389,693 million), but are still in active use.

At 30 June 2026, tangible fixed assets, including the assets of the 30,240-spindle spinning mill project with a net book value of VND300,326 million and the equipment, machines of the Factory 1 & 2 project with net book value of VND87,026 million (1/1/2026: VND313,009 million) were pledged with banks as security for borrowings granted to the Company (Note 23).

Major tangible fixed assets in use (presented at net book value):

	30/6/2026 VND	1/1/2026 VND
Two-storey main production building	78,053,214,235	79,598,822,437
Others	410,769,187,814	337,360,460,674
	488,822,402,049	416,959,283,111

17. Construction in progress

	Six-month period ended 30/6/2026 VND	Six-month period ended 30/6/2025 VND
Opening balance	92,152,139,122	1,852,827,335
Additions	12,486,724,555	68,007,249,310
Transfer to tangible fixed assets	(90,252,593,247)	-
Closing balance	14,386,270,430	69,860,076,645

Construction in progress comprised:

	30/6/2026		1/1/2026	
	Cost	Recoverable amount	Cost	Recoverable amount
Acquisition of fixed assets prior to commissioning	-	-	89,645,163,247	89,645,163,247
Representative office	12,186,724,555	12,186,724,555	-	-
Others	2,199,545,875	2,199,545,875	2,506,975,875	2,506,975,875
	14,386,270,430	14,386,270,430	92,152,139,122	92,152,139,122

Major constructions in progress were as follows:

	30/6/2026 VND	1/1/2026 VND
Machinery and equipment under installation and trial operation	-	89,645,163,247
Representative office	12,186,724,555	-
TF-CSJ80B smart bobbin supply robot	912,684,500	912,684,500
Solar rooftop system	392,592,593	392,592,593
Others	894,268,782	1,201,698,782
	14,386,270,430	92,152,139,122

18. Long-term deferred expenses

	Tools and instruments VND
Opening balance	5,957,390,206
Additions	3,759,842,456
Amortisation for the period	(1,905,169,755)
Closing balance	7,812,062,907

19. Accounts payable to suppliers – short-term

Accounts payable to suppliers detailed by significant suppliers

	30/6/2026 VND	1/1/2026 VND
Allenberg Cotton Co,. Ltd.	17,699,087,454	-
Terra Nova Commodities LLC	11,947,644,150	-
Hangzhou Benma Chemfibre and Spinning Co., Ltd	6,742,216,267	-
Olam Global Agri Pte Ltd	-	11,239,546,992
COFCO Americas Resources Corp	-	8,190,058,500
Other suppliers	12,169,768,075	27,492,314,644
	48,558,715,946	46,921,920,136

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

(a) Taxes and others receivable from State Treasury

	1/1/2026 VND	Offset VND	30/6/2026 VND
Corporate income tax	1,983,228,028	(1,983,228,028)	-

(b) Taxes and others payable to State Treasury

	1/1/2026 VND	Incurred during the period VND	Paid during the period VND	Offset during the period VND	30/6/2026 VND
Value added tax	-	12,732,088,832	(9,057,987,216)	(3,674,101,616)	-
Corporate income tax	-	4,103,253,109	-	(1,983,228,028)	2,120,025,081
Personal income tax	758,420,221	533,159,086	(587,600,286)	-	703,979,021
Other tax	-	17,814	(17,814)	-	-
	758,420,221	17,368,518,841	(9,645,605,316)	(5,657,329,644)	2,824,004,102

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21. Accrued expenses

	30/6/2026 VND	1/1/2026 VND
Accrued interest expenses	986,324,401	1,077,620,755
Accrued electricity expenses	3,459,143,200	3,452,460,320
Others	661,740,945	1,228,017,534
	5,107,208,546	5,758,098,609

22. Other payables – short-term

	30/6/2026 VND	1/1/2026 VND
Trade union fees	200,151,498	285,824,140
Others	2,093,721,176	1,982,665,704
	2,293,872,674	2,268,489,844

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23. Borrowings

(a) Short-term borrowings

	1/1/2026	Movements during the period			30/6/2026
	Carrying amount VND	Addition VND	Decrease VND	Unrealised exchange differences VND	Carrying amount VND
Short-term borrowings	325,846,209,533	423,760,158,443	(421,254,516,916)	298,228,095	328,650,079,155
Current portion of long-term borrowings (Note 23(b))	11,048,161,989	12,482,250,720	(11,048,161,989)	-	12,482,250,720
	336,894,371,522	436,242,409,163	(432,302,678,905)	298,228,095	341,132,329,875

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

	Currency	Annual interest rate	30/6/2026 VND	1/1/2026 VND
Joint Stock Commercial Bank for Foreign Trade of Vietnam ("Vietcombank")	USD	3.7% - 3.9%	172,589,400,809	-
Joint Stock Commercial Bank for Investment and Development of Vietnam ("BIDV")	USD	3.7% - 4.0%	110,522,905,757	-
Vietnam Joint Stock Commercial Bank for Industry and Trade ("Vietinbank")	USD	3.5% - 4.0%	37,557,285,555	28,963,160,661
Joint Stock Commercial Bank for Foreign Trade of Vietnam	VND	4.1% - 6.1%	-	117,756,576,227
Joint Stock Commercial Bank for Investment and Development of Vietnam	VND	4.3% - 6.5%	-	91,968,979,712
Vietnam Joint Stock Commercial Bank for Industry and Trade	VND	4.4% - 5.8%	-	82,369,935,812
Vietnam Technological and Commercial Joint Stock Bank	USD	4.1%	7,980,487,034	4,787,557,121
			328,650,079,155	325,846,209,533

These borrowings were secured over accounts receivable from customers, other receivables, inventories and certain tangible fixed assets (Notes 12, 14, 15, 16).

(b) Long-term borrowings

	30/6/2026 VND	1/1/2026 VND
Long-term borrowings	319,460,000,000	339,411,893,929
Repayable within twelve months	(12,482,250,720)	(11,048,161,989)
Repayable after 12 months	306,977,749,280	328,363,731,940

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

	Currency	Annual interest rate	Year of maturity	30/6/2026 VND	1/1/2026 VND
Borrowings from Vietcombank	VND	7.075% - 8.3%	2026 - 2035	265,400,000,000	282,250,000,000
Borrowings from BIDV	VND	6.4% - 7.2%	2026 - 2040	54,060,000,000	57,161,893,929
				319,460,000,000	339,411,893,929

Long-term borrowings were secured by certain tangible fixed assets of the Company (Note 16).

24. Bonus and welfare fund

Bonus and welfare fund is established by appropriating from retained profits as approved by the General Meeting of Shareholders. This fund is used to pay bonus and welfare to the Company's employees in accordance with the Company's bonus and welfare policies. Movements of bonus and welfare fund during the period were as follows:

	30/6/2026 VND	30/6/2025 VND
Opening balance	5,086,418,249	5,361,418,249
Utilisation	(95,700,000)	(128,000,000)
Closing balance	4,990,718,249	5,233,418,249

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25. Changes in owners' equity

	Share capital VND	Capital surplus VND	Investment and development fund VND	Other equity funds VND	(Accumulated losses)/ retained profit VND	Total VND
Balance at 1/1/2025	133,000,870,000	52,790,556,000	68,451,731,553	830,000	(17,170,037,086)	237,073,950,467
Net profit for the period	-	-	-	-	8,897,635,526	8,897,635,526
Balance at 30/6/2025	133,000,870,000	52,790,556,000	68,451,731,553	830,000	(8,272,401,560)	245,971,585,993
Balance at 1/1/2026	133,000,870,000	52,790,556,000	68,451,731,553	830,000	4,765,525,287	259,009,512,840
Net profit for the period	-	-	-	-	21,287,380,334	21,287,380,334
Balance at 30 June 2026	133,000,870,000	52,790,556,000	68,451,731,553	830,000	26,052,905,621	280,296,893,174

26. Share capital

The Company's authorised and contributed charter capital is:

	30/6/2026 and 1/1/2026	
	Number of shares	VND
Authorised share capital	13,300,087	133,000,870,000
Issued share capital		
Ordinary shares	13,300,087	133,000,870,000
Shares in circulation		
Ordinary shares	13,300,087	133,000,870,000
	13,300,087	133,000,870,000

All ordinary shares have a par value of VND10,000. Each share is entitled to one vote at meetings of the Company. Shareholders are entitled to receive dividend as declared from time to time. All ordinary shares are ranked equally with regard to the Company's residual assets.

The issued and outstanding share capital of the shareholders is as follows:

	30/6/2026 and 1/1/2026 Issued and outstanding		
	Number of shares	VND	%
Vietnam National Textile and Garment Group	8,076,809	80,768,090,000	60.73%
Nghe An Food Agricultural Materials Joint Stock Company	2,095,500	20,955,000,000	15.76%
Hue Textile Garment Joint Stock Company (Huegatex)	664,890	6,648,900,000	4.99%
Others	2,462,888	24,628,880,000	18.52%
	13,300,087	133,000,870,000	100%

Vietnam National Textile and Garment Group, the parent company, is incorporated in Vietnam.

27. Investment and development fund

This fund is established by appropriating from retained profits as approved by the General Meeting of Shareholders. This fund was established for the purpose of future business expansion.

28. Off statement of financial position items

(a) Lease

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

	30/6/2026 VND	1/1/2026 VND
Within one year	887,037,000	743,161,078
Within two to five years	3,548,150,000	3,027,528,000
More than five years	15,670,995,000	17,543,298,000
	20,106,182,000	21,313,987,078

Leased assets under operating leases comprise:

	Quantity	Lease term	30/6/2026 VND	1/1/2026 VND
Land use rights and infrastructure costs	1	46 years	20,106,182,000	21,313,987,078

(b) Foreign currencies

	30/6/2026		1/1/2026	
	Original currency	VND equivalent	Original currency	VND equivalent
USD	77,324	2,032,235,861	270,071	7,008,275,817
EUR	240	7,239,996	245	7,445,750
		2,039,475,857		7,015,721,567

29. Revenue from sales of goods and provision of services

	Six-month period ended 30/6/2026 VND	30/6/2025 VND
Total revenue from sales of goods		
▪ Finished goods sold	592,673,752,196	508,762,191,404
▪ Scrap sales	30,093,259,025	26,513,036,750
▪ Processing services	311,875,200	-
▪ Merchandise goods sold	-	681,921,202
	623,078,886,421	535,957,149,356

30. Cost of sales and provision of services

	Six-month period ended 30/6/2026 VND	30/6/2025 VND
Cost of finished goods sold	511,896,347,489	451,184,971,910
Cost of scraps sold	30,785,318,595	26,513,036,750
Cost of processing services	47,574,895	-
Cost of merchandises sold	-	615,158,961
(Reversal)/provision of allowance for inventories	(1,366,297,881)	795,145,422
	541,362,943,098	479,108,313,043

31. Financial income

	Six-month period ended 30/6/2026 VND	30/6/2025 VND
Interest income from deposits	1,513,823,836	1,925,532,259
Realised foreign exchange gains	2,485,155,872	6,574,437,850
	3,998,979,708	8,499,970,109

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32. Financial expenses

	Six-month period ended	
	30/6/2026 VND	30/6/2025 VND
Interest expenses	20,137,866,108	18,333,616,961
Realised foreign exchange losses	1,302,847,008	2,037,836,959
Unrealised foreign exchange losses	306,393,907	158,492,131
	21,747,107,023	20,529,946,051

33. Selling expenses

	Six-month period ended	
	30/6/2026 VND	30/6/2025 VND
Packaging costs	5,085,600,011	4,802,428,084
Brokerage commissions	6,671,820,550	5,882,411,983
Transportation costs	9,857,876,862	9,466,938,367
Customs documents and declaration expenses	3,567,499,414	3,063,211,285
	25,182,796,837	23,214,989,719

34. General and administration expenses

	Six-month period ended	
	30/6/2026 VND	30/6/2025 VND
Staff costs	8,374,864,006	5,866,927,114
Depreciation	317,173,356	169,603,374
Outside services	87,243,523	162,063,433
Others	5,523,033,221	6,364,434,041
	14,302,314,106	12,563,027,962

35. Production and business costs by element

	Six-month period ended 30/6/2026 VND	Six-month period ended 30/6/2025 VND
Raw material costs included in production costs	401,705,357,355	374,991,251,832
(Reversal)/provision of allowance for inventories	(1,366,297,881)	795,145,422
Labor costs	68,988,602,071	56,276,947,170
Depreciation and amortisation	20,557,457,158	16,241,246,731
Outside services	82,858,753,976	73,887,338,754
Other expenses	5,977,134,407	6,988,688,139
	578,721,007,086	529,180,618,048

36. Income tax

(a) Recognised in the statement of income

	Six-month period ended 30/6/2026 VND	Six-month period ended 30/6/2025 VND
Current tax expense		
Current period	4,103,253,109	1,667,809,901

(b) Reconciliation of effective tax rate

	Six-month period ended 30/6/2026 VND	Six-month period ended 30/6/2025 VND
Accounting profit before tax	25,390,633,443	10,565,445,427
Tax at the Company's tax rate	5,078,126,689	2,113,089,085
Non-deductible expenses	178,353,861	209,225,762
Tax incentives from the investment expansion project of the Spinning Mill No. 3	(1,153,227,441)	(511,096,772)
Tax losses utilised	-	(832,138,504)
Effect of unrecognised temporary differences	-	688,730,330
	4,103,253,109	1,667,809,901

(c) Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following items:

	30/6/2026		1/1/2026	
	Temporary difference VND	Tax value VND	Temporary difference VND	Tax value VND
Deductible temporary differences	29,447,229,426	5,889,445,886	29,447,229,426	5,889,445,885

Deductible temporary differences include interest expenses allowed to be carried forward for deduction against future taxable profit in accordance with regulation in Decree 132/2020/ND-CP dated 5 November 2020. These deductible temporary differences expire in the following years:

Year of expiry	Interest expenses deductible in future periods VND
2028	22,939,564,417
2029	6,547,446,140
	29,487,010,557

(d) Applicable tax rates

Under the provisions of the current Law on Corporate Income Tax, the Company has an obligation to pay the government income tax at the rate of 20% of taxable profits.

In addition, the additional income from the investment project to expand the Spinning Mill No. 3 is exempt from income tax for 2 years starting from the first year it generates a taxable profit (from 2021 to 2022) and entitled to a 50% reduction in income tax for the 4 succeeding years (from 2023 to 2026).

The computation of corporate income tax as well as the application of tax incentives according to the Company's interpretation of the prevailing CIT regulations is subject to the review and approval of the tax authority.

37. Earnings per share

During the period, the Company has not appropriated any profit to the bonus and welfare funds. Accordingly, the calculation of basic earnings per share for the year ended 30 June 2026 was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding at the date of these financial statements. Details are as follows:

	Six-month period ended	
	30/6/2026	**30/6/2025**
Net profit for the period (VND)	21,287,380,334	8,897,635,526
Weighted average number of ordinary shares (number of shares)	13,300,087	13,300,087
Basic earnings per share (VND/share)	1,601	669

38. Significant transactions with related parties

In addition to related party balances disclosed in other notes to the interim financial statements, the Company had the following significant transactions with related parties during the period:

	Transaction value	
	Six-month period ended	
	30/6/2026 VND	**30/6/2025 VND**
The parent company		
Vietnam National Textile and Garment Group		
Purchase of services	4,000,000	100,000,000
The subsidiaries of the parent company		
Nam Dinh Textile Garment Joint Stock Corporation		
Purchases of merchandises	-	615,158,961

Key management personnel compensation

	Transaction value	
	Six-month period ended	
	30/6/2026	30/6/2025
	VND	VND
General Director		
Salary and bonus	622,812,283	607,505,799
Chairman of Board of Management		
Bonus	3,500,000	108,000,000
Remuneration	102,000,000	90,000,000
Member 1 of the Board of Management		
Bonus	2,000,000	55,000,000
Remuneration	72,000,000	60,000,000
Member 2 of the Board of Management		
Bonus	3,500,000	58,000,000
Remuneration	72,000,000	60,000,000
Member 3 of the Board of Management		
Bonus	2,000,000	75,000,000
Remuneration	72,000,000	60,000,000
Member 4 of the Board of Management		
Bonus	2,000,000	55,000,000
Remuneration	72,000,000	60,000,000
Member 1 of Board of Directors		
Salary and bonus	457,438,847	421,234,943
Member 2 of Board of Directors		
Salary and bonus	354,341,576	428,728,235

	Transaction value Six-month period ended 30/6/2026 VND	30/6/2025 VND
Head of Supervisory Board		
Salary and bonus	63,010,757	116,900,443
Remuneration	48,000,000	42,000,000
Member 1 of Supervisory Board		
Salary and bonus	59,003,796	3,000,000
Remuneration	30,000,000	18,000,000
Member 2 of Supervisory Board		
Salary and bonus	-	3,000,000
Remuneration	30,000,000	18,000,000

39. Comparative information

Comparative information as at 1 January 2026 was derived from the balances and amounts reported in the Company's financial statements as at and for the year ended 31 December 2025. Comparative figures in the statements of income and cash flows and the related notes were derived from the balances and amounts reported in the Company's the interim financial statements for the six-month period ended 30 June 2025.

Authorized, 14 August 2026

Prepared by:

Nguyen Trung Hieu
Deputy Head of Accounting department

Approved by:

M.S.D.N: 3300352720 - C.T.C.P
CÔNG TY CỔ PHẦN SỢI PHÚ BÀI
TX.HƯƠNG THỦY - THỪA THIÊN HUẾ

Tran Dinh Hiep
General Director