



PEARL GLOBAL VIETNAM CO., LTD.

(Incorporated in the Socialist Republic of Vietnam)

AUDITED FINANCIAL STATEMENTS

For the year ended 31 March 2025

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STATEMENT OF THE GENERAL DIRECTOR

The General Director of Pearl Global Vietnam Co., Ltd. (the "Company") presents this report together with the Company's financial statements for the year ended 31 March 2025.

THE GENERAL DIRECTOR

The Executive Officer of the Company during the year and to the date of this report is as follows:

Mr. Gurusankar Gurumoorthy General Director

GENERAL DIRECTOR'S STATEMENT OF RESPONSIBILITY

The General Director of the Company is responsible for preparing the financial statements, which give a true and fair view of the financial position of the Company as at 31 March 2025, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. In preparing these financial statements, the General Director is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the financial statements so as to minimize errors and frauds.

The General Director is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and that the financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. The General Director is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The General Director confirms that the Company has complied with the above requirements in preparing these financial statements.

Gurusankar Gurumoorthy
General Director

29 April 2025

No.: *1128* /VN1A-HN-BC

INDEPENDENT AUDITORS' REPORT

To: The General Director of Pearl Global Vietnam Co., Ltd.

We have audited the accompanying financial statements of Pearl Global Vietnam Co., Ltd. (the "Company"), prepared on 29 April 2025 as set out from page 04 to page 27, which comprise the balance sheet as at 31 March 2025, the statement of income, the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

General Director's Responsibility for the Financial Statements

The General Director is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting and for such internal control as the General Director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from 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 auditors' judgment, 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 auditors consider internal control relevant to the Company's preparation 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the General Director, 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.

INDEPENDENT AUDITORS' REPORT (Continued)

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 31 March 2025, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.



Khúc Thị Lan Anh
Deputy General Director
Audit Practising Registration Certificate
No. 0036-2023-001-1

DELOITTE VIETNAM AUDIT COMPANY LIMITED

29 April 2025
Hanoi, S.R. Vietnam

Duong Le Huyen Trang
Auditor
Audit Practising Registration Certificate
No. 5989-2023-001-1

BALANCE SHEET

As at 31 March 2025

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
A. CURRENT ASSETS	100		964,279,654,975	537,774,292,543
I. Cash	110		2,792,677,513	11,699,494,233
1. Cash	111	4	2,792,677,513	11,699,494,233
II. Short-term financial investments	120		28,000,000,000	10,700,000,000
1. Held-to-maturity investments	123	5	28,000,000,000	10,700,000,000
III. Short-term receivables	130		134,766,316,533	97,516,895,509
1. Short-term trade receivables	131	6	123,166,208,991	82,789,524,591
2. Short-term advances to suppliers	132	7	1,512,020,426	8,740,531,681
3. Short-term loan receivables	135	8	8,246,330,000	3,903,750,000
4. Other short-term receivables	136		1,841,757,116	2,083,089,237
IV. Inventories	140	9	779,081,910,706	399,250,809,595
1. Inventories	141		781,132,628,767	401,039,170,499
2. Provision for devaluation of inventories	149		(2,050,718,061)	(1,788,360,904)
V. Other short-term assets	150		19,638,750,223	18,607,093,206
1. Short-term prepayments	151	10	3,548,575,671	3,680,475,591
2. Value added tax deductibles	152		16,082,997,335	14,926,617,615
3. Taxes and other receivables from the State budget	153		7,177,217	-
B. NON-CURRENT ASSETS	200		133,055,901,802	91,810,595,172
I. Long-term receivables	210		34,736,357,935	1,668,093,618
1. Long-term loans receivable	215	8	33,581,787,617	-
2. Other long-term receivables	216		1,154,570,318	1,668,093,618
II. Fixed assets	220		90,168,316,592	82,736,710,336
1. Tangible fixed assets	221	11	69,300,561,661	66,741,197,995
- Cost	222		130,182,394,809	121,271,460,337
- Accumulated depreciation	223		(60,881,833,148)	(54,530,262,342)
2. Finance lease assets	224	12	20,168,593,358	15,183,260,015
- Cost	225		25,889,826,370	17,855,726,615
- Accumulated depreciation	226		(5,721,233,012)	(2,672,466,600)
3. Intangible assets	227	13	699,161,573	812,252,326
- Cost	228		2,185,619,532	2,185,619,532
- Accumulated amortisation	229		(1,486,457,959)	(1,373,367,206)
III. Other long-term assets	260		8,151,227,275	7,405,791,218
1. Long-term prepayments	261	10	8,151,227,275	7,405,791,218
TOTAL ASSETS (270=100+200)	270		1,097,335,556,777	629,584,887,715

The accompanying notes are an integral part of these financial statements

BALANCE SHEET (Continued)

As at 31 March 2025

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	300		808,894,163,070	460,694,135,030
I. Current liabilities	310		800,080,529,900	451,641,433,986
1. Short-term trade payables	311	14	547,703,691,025	303,323,334,628
2. Taxes and amounts payable to the State budget	313	15	16,927,229,545	11,105,789,963
3. Payables to employees	314		20,948,061,652	18,302,204,326
4. Short-term accrued expenses	315	16	26,089,714,166	14,191,320,753
5. Other current payables	319		273,405,746	244,774,502
6. Short-term loans and obligations under finance leases	320	17	188,138,427,766	104,474,009,814
II. Long-term liabilities	330		8,813,633,170	9,052,701,044
1. Long-term loans and obligations under finance leases	338	17	7,421,042,797	7,660,110,671
2. Long-term provisions	342		1,392,590,373	1,392,590,373
D. EQUITY	400		288,441,393,707	168,890,752,685
I. Owner's equity	410	18	288,441,393,707	168,890,752,685
1. Owner's contributed capital	411		72,158,884,133	72,158,884,133
2. Retained earnings	421		216,282,509,574	96,731,868,552
- Retained earnings accumulated to the prior year end	421a		96,731,868,552	19,494,456,722
- Retained earnings of the current year	421b		119,550,641,022	77,237,411,830
TOTAL RESOURCES (440=300+400)	440		1,097,335,556,777	629,584,887,715

Le Thi Thanh Thuy
Preparer/Chief Accountant

K Aggarwal

Aggarwal Kulbhushan
Chief Finance Officer

Gurusankar Gurumoorthy
General Director

29 April 2025

The accompanying notes are an integral part of these financial statements

INCOME STATEMENT
For the year ended 31 March 2025

Unit: VND

ITEMS	Codes	Note	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01	20	1,899,417,356,741	1,448,760,340,761
2. Net revenue from goods sold and services rendered (10=01)	10		1,899,417,356,741	1,448,760,340,761
3. Cost of sales	11		1,623,603,162,239	1,250,154,685,964
4. Gross profit from goods sold and services rendered (20=10-11)	20		275,814,194,502	198,605,654,797
5. Financial income	21	22	15,524,936,413	15,999,031,436
6. Financial expenses	22	23	36,625,363,872	22,533,533,126
- In which: Interest expense	23		7,525,188,290	6,861,695,419
7. Selling expenses	25	24	82,131,166,160	72,299,761,039
8. General and administration expenses	26	24	37,768,795,257	33,016,171,225
9. Operating profit (30=20+(21-22)-(25+26))	30		134,813,805,626	86,755,220,843
10. Other income	31		457,074,504	977,879,771
11. Other expenses	32		1,868,800,990	2,104,771,887
12. (Loss) from other activities (40=31-32)	40		(1,411,726,486)	(1,126,892,116)
13. Accounting profit before tax (50=30+40)	50		133,402,079,140	85,628,328,727
14. Current corporate income tax expense	51	25	13,851,438,118	8,390,916,897
15. Net profit after corporate income tax (60=50-51)	60		119,550,641,022	77,237,411,830



Le Thi Thanh Thuy
Preparer/Chief Accountant

Aggarwal Kulbhushan
Chief Finance Officer

Gurusankar Gurumoorthy
General Director

29 April 2025

The accompanying notes are an integral part of these financial statements

CASH FLOW STATEMENT
For the year ended 31 March 2025

Unit: VND

ITEMS	Codes	Current year	Prior year
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. <i>Profit before tax</i>	01	133,402,079,140	85,628,328,727
2. <i>Adjustments for:</i>			
Depreciation and amortisation of fixed assets	02	14,382,289,290	11,395,457,150
Provisions	03	262,357,157	(1,774,140,139)
Foreign exchange losses arising from translating foreign currency monetary items	04	13,876,354,093	9,288,374,109
Losses from investing activities	05	873,102,295	10,562,836,842
Interest expense	06	7,525,188,290	6,861,695,419
3. <i>Operating profit before movements in working capital</i>	08	170,321,370,265	121,962,552,108
(Increase)/decrease in receivables	09	(33,046,724,810)	34,711,978,916
(Increase)/decrease in inventories	10	(380,093,458,268)	88,912,422,974
Increase/(decrease) in payables (excluding accrued loan interest and corporate income tax payable)	11	231,418,624,375	(99,105,462,044)
(Increase)/decrease in prepaid expenses	12	(613,536,137)	218,441,457
Interest paid	14	(7,525,188,290)	(9,325,511,495)
Corporate income tax paid	15	(8,170,000,000)	(3,182,803,652)
<i>Net cash (used in)/generated by operating activities</i>	20	(27,708,912,865)	134,191,618,264
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets and other long-term assets	21	(12,450,759,432)	(42,353,978,788)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	4,845,939,389	92,525,253
3. Cash outflow for lending, buying debt instruments of other entities	23	(58,362,600,000)	(14,603,750,000)
4. Cash recovered from lending, selling debt instruments of other entities	24	700,000,000	1,304,000,000
5. Interest earned, dividends and profits received	27	716,663,657	587,118,511
<i>Net cash used in investing activities</i>	30	(64,550,756,386)	(54,974,085,024)

The accompanying notes are an integral part of these financial statements

CASH FLOW STATEMENT (Continued)

For the year ended 31 March 2025

Unit: VND

ITEMS	Codes	Current year	Prior year
III. CASH FLOWS FROM FINANCING ACTIVITIES			
1. Proceeds from borrowings	33	316,020,105,251	174,708,289,678
2. Repayment of borrowings	34	(227,584,699,216)	(245,648,770,906)
3. Repayment of obligations under finance leases	35	(5,086,179,814)	(2,549,489,925)
<i>Net cash generated by/(used in) financing activities</i>	40	83,349,226,221	(73,489,971,153)
Net (decrease)/increase in cash (50=20+30+40)	50	(8,910,443,030)	5,727,562,087
Cash at the beginning of the year	60	11,699,494,233	1,812,313,413
Effects of changes in foreign exchange rates	61	3,626,310	4,159,618,733
Cash at the end of the year (70=50+60+61)	70	2,792,677,513	11,699,494,233

Le Thi Thanh Thuy
Preparer/Chief Accountant


Aggarwal Kulbhushan
Chief Finance Officer

Gurusankar Gurumoorthy
General Director

29 April 2025

The accompanying notes are an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

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

1. GENERAL INFORMATION**Structure of ownership**

Pearl Global Vietnam Co., Ltd. (the "Company"), formerly known as Flexcon Vietnam Joint Venture Co., Ltd., was incorporated in Vietnam as a foreign-invested joint venture with for 30 years from the date of Investment Registration Certificate No. 12/GP-BG dated 11 August 2003 issued by Bac Giang Provincial People's Committee, and its amendments. The latest amendment (4th amendment) was dated 27 February 2020. The latest amended Enterprise Registration Certificate (10th amendment) dated 09 April 2025.

The parent company of the Company is Vin Pearl Global Vietnam Limited (incorporated in Hongkong). The ultimate parent company of the Group is Pearl Global Industries Limited (incorporated in India).

The total number of the Company's employees as at 31 March 2025 was 1,523 (as at 31 March 2024: 1,483).

Operating industry and principal activities

The Company operates in the garment industry.

The principal activities of the Company are to manufacture garment products, provide garment processing services to customers, provide laundry and embroidering services and ensure more than 80% of products to be exported per the first Investment Registration Certificate.

Normal production and business cycle

The Company's normal production and business cycle is carried out for a time period of 12 months or less.

Disclosure of information comparability in the financial statements

Comparative figures are the figures of the Company's audited financial statements for the year ended 31 March 2024.

2. ACCOUNTING CONVENTION AND FINANCIAL YEAR**Accounting convention**

The accompanying financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

The accompanying financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

Financial year

The Company's financial year begins on 01 April and ends on 31 March of following year.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Company in the preparation of these financial statements, are as follows:

Estimates

The preparation of the financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires the General Director to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial year. Although these accounting estimates are based on the General Director's best knowledge, actual results may differ from those estimates.

Cash

Cash comprises cash on hand and bank demand deposits.

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity, including term deposits.

Loan receivables

Loan receivables are measured at cost less provision for doubtful debts. Provision for doubtful debts relating to loan receivables is made in accordance with prevailing accounting regulations.

Receivables

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue based on the General Director's assessment and estimate, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Inventories are accounted for using the perpetual inventory method. Cost of merchandises comprises cost of purchase and other directly attributable expenses. Cost is calculated using the weighted average method. Raw materials are valued at actual cost of purchase; finished goods and work in progress are valued at standard cost approximating actual cost of direct materials, labour and related manufacturing overheads based on the normal operating capacity. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows prevailing accounting regulations, which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the balance sheet date.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

The costs of self-constructed or manufactured assets are the actual construction or manufacturing cost plus installation and test running costs.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

	<u>Years</u>
Buildings and structures	5 - 25
Machinery and equipment	5 - 10
Motor vehicles	7 - 10
Office equipment	3 - 10

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between the net proceeds from sales or disposals of assets and their carrying amount and is recognised in the income statement.

Leasing

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Leases where substantially all the rewards and risks of ownership of assets remain with the leasing company are accounted for as operating leases. Rentals payable under operating leases are charged to the income statement on a straight-line basis over the term of the relevant lease. Benefits received and receivable as an incentive to enter into an operating lease are also spread on a straight-line basis over the lease term.

Assets held under finance leases are recognised as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives, as follows:

	<u>Years</u>
Machinery, equipment	5 - 10

Intangible assets and amortisation

Intangible assets comprise land use rights, land compensation expenses, site clearance expenses and software that are stated at cost less accumulated amortisation. Land use rights, land compensation and site clearance expenses are amortised using the straight-line method over the Company's operating duration of 30 years. Software is amortised using the straight-line method over the period of 5 years.

Prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments comprise costs of tool and dies issued for consumption, insurance premium, maintenance and repair expenses, operating lease expenses and other prepayments, which are expected to provide future economic benefits to the Company. These expenditures have been capitalised as prepayments and are allocated to the income statement using the straight-line method in accordance with the current prevailing accounting regulations.

Payable provisions

Payable provisions are recognised when the Company has a present obligation as a result of a past event, and it is probable that the Company will be required to settle that obligation. Provisions are measured at the General Director's best estimate of the expenditure required to settle the obligation as at the balance sheet date.

Revenue recognition

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

- (a) the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- (b) the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- (c) the amount of revenue can be measured reliably;
- (d) it is probable that the economic benefits associated with the transaction will flow to the Company; and
- (e) the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several years, revenue is recognised in each year by reference to the percentage of completion of the transaction at the balance sheet date of that year. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- (a) the amount of revenue can be measured reliably;
- (b) it is probable that the economic benefits associated with the transaction will flow to the Company;
- (c) the percentage of completion of the transaction at the balance sheet date can be measured reliably; and
- (d) the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the applicable interest rate.

Borrowing costs

Borrowing costs are recognised in the income statement in the year when incurred.

Severance allowance payable

The severance allowance for employees is accrued at the end of each reporting period for all employees having worked at the Company for full 12 months and above. Working time serving as the basis for calculating severance allowance shall be the total actual working time subtracting the time when the employees have made unemployment insurance contributions as prescribed by law, and the working time when severance allowance has been paid to the employees. The allowance made for each year of service equals to a half of an average monthly salary under the Vietnamese Labour Code, Social Insurance Code and relevant guiding documents. The average monthly salary used for calculation of severance allowance shall be adjusted to be the average of the 6 consecutive months nearest to the date of the financial statements at the end of each reporting period. The increase or decrease in the accrued amount shall be recorded in the income statement.

Foreign currencies

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates of commercial bank where the Company usually transacts on the same date. Exchange differences arising from the translation of these accounts are recognized in the income statement.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognized on significant differences between carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognized for all temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilized.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realized. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Company intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations. Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

4. CASH

	Closing balance	Opening balance
	VND	VND
Cash on hand	88,727,000	54,856,000
Bank demand deposits	2,703,950,513	11,644,638,233
	2,792,677,513	11,699,494,233

5. HELD-TO-MATURITY INVESTMENTS

	Closing balance	Opening balance
	VND	VND
	Cost	Cost
Term deposits	28,000,000,000	10,700,000,000
	28,000,000,000	10,700,000,000

Closing balance represents the deposits at commercial banks with original term of 06 months, earning interest rates of 3.9% per annum (as at 31 March 2024: from 3.7% per annum to 5.3% per annum). As described in Note 17, as at 31 March 2025, the term deposit contract with amount of VND 28,000,000,000 is used to secure bank loans.

6. SHORT-TERM TRADE RECEIVABLES

	Closing balance	Opening balance
	VND	VND
Pearl Grass Creation Company Limited	111,952,184,379	53,229,614,648
Pearl Global HK Company Limited	11,214,024,612	4,295,528,852
Pearl Global USA, Inc.	-	25,264,381,091
	123,166,208,991	82,789,524,591

In which:

Short-term trade receivables from related parties
(Details stated in Note 26)

123,166,208,991 82,789,524,591

7. SHORT-TERM ADVANCES TO SUPPLIERS

	Closing balance	Opening balance
	VND	VND
QPS Company Limited	487,719,808	2,309,574,816
Brother Machinery (Asia) Limited	-	2,683,152,500
Cosma Technology Pte. Ltd.,	-	2,325,711,699
TDI Group Joint Stock Company	-	811,944,000
Others	1,024,300,618	610,148,666
	1,512,020,426	8,740,531,681

8. LOANS RECEIVABLES

	Closing balance	Opening balance
	VND	VND
a. Short-term loan receivables		
Tuyen Quang LGG Garment Corporation (i)	7,567,500,000	-
Others	678,830,000	3,903,750,000
	8,246,330,000	3,903,750,000
b. Long-term loan receivables		
Tuyen Quang LGG Garment Corporation (i)	30,270,000,000	-
Others	3,311,787,617	-
	33,581,787,617	-

- (i) Represent loan receivables from Tuyen Quang LGG Garment Corporation under the Long term Trade advance agreement No. 10.2024PEARL-TQLGG on October 2024 and Appendix No. 10.2024PEARL-TQLGG-01 dated 16 December 2024 with the loan amount of VND 37,837,500,000 to reserve 20 production lines at Tuyen Quang LGG Garment Corporation for Pearl Global Vietnam Limited Company orders to supplement working capital for production. Loan principals are payable on annually basis. The loan is interest - free during the lending period, except for the overdue amount of repayment date with applied interest rate of 5% per annum until payment is made.

9. INVENTORIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
Goods in transit	9,613,464,655	-	25,251,755,266	-
Raw materials and consumables	540,810,175,615	150,590,348	221,675,202,704	43,234,796
Tools and supplies	1,530,438,142	-	1,275,980,871	-
Work in progress	30,567,507,967	171,707,937	38,064,952,143	341,212,172
Finished goods	198,611,042,388	1,728,419,776	90,679,825,967	1,403,913,936
Goods on consignment	-	-	24,091,453,548	-
	781,132,628,767	2,050,718,061	401,039,170,499	1,788,360,904

As at 31 March 2025, VND 262,357,157 was made as an additional provision for devaluation of inventories (as at 31 March 2024: reversed VND 1,077,728,177) due to the change in the difference between the net realizable value of inventories and their cost.

10. PREPAYMENTS

	Closing balance	Opening balance
	VND	VND
a. Current		
Operating lease expenses	2,210,727,351	2,528,859,001
Insurance premium	544,599,356	469,676,103
Others	793,248,964	681,940,487
	3,548,575,671	3,680,475,591
b. Non-current		
Tools and dies issued for consumption	7,696,969,832	6,503,866,357
Maintenance and repair expenses	312,456,976	265,344,319
Others	141,800,467	636,580,542
	8,151,227,275	7,405,791,218



11. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures	Machinery and equipment	Office equipment	Motor vehicles	Total
	VND	VND	VND	VND	VND
COST					
Opening balance	58,084,287,386	46,036,588,889	13,224,145,389	3,926,438,673	121,271,460,337
Additions	9,245,127,196	8,852,437,780	443,814,086	1,674,113,360	20,215,492,422
Disposals	(5,950,000,000)	(4,704,741,586)	-	(649,816,364)	(11,304,557,950)
Closing balance	61,379,414,582	50,184,285,083	13,667,959,475	4,950,735,669	130,182,394,809
ACCUMULATED DEPRECIATION					
Opening balance	20,417,195,895	28,113,257,357	4,289,581,320	1,710,227,770	54,530,262,342
Charge for the year	4,771,918,085	4,199,654,162	1,887,284,553	361,575,325	11,220,432,125
Disposals	(122,455,342)	(4,271,594,952)	-	(474,811,025)	(4,868,861,319)
Closing balance	25,066,658,638	28,041,316,567	6,176,865,873	1,596,992,070	60,881,833,148
NET BOOK VALUE					
Opening balance	37,667,091,491	17,923,331,532	8,934,564,069	2,216,210,903	66,741,197,995
Closing balance	36,312,755,944	22,142,968,516	7,491,093,602	3,353,743,599	69,300,561,661

As at 31 March 2025, the cost of the Company's tangible fixed assets includes VND 19,031,874,820 (as at 31 March 2024: VND 16,260,240,880) of tangible fixed assets which have been fully depreciated but are still in use.

As described in Note 17, the Company has pledged some tangible fixed assets with the carrying value as at 31 March 2025 of VND 19,271,267,993 (as at 31 March 2024: VND 23,149,266,885), and other assets formed in the future in accordance with provisions of the mortgage contracts signed with the banks to secure bank loans.

12. INCREASES, DECREASES IN FINANCE LEASE ASSETS

	Machinery and equipment	Total
	VND	VND
COST		
Opening balance	17,855,726,615	17,855,726,615
Additions	8,034,099,755	8,034,099,755
Closing balance	25,889,826,370	25,889,826,370
ACCUMULATED DEPRECIATION		
Opening balance	2,672,466,600	2,672,466,600
Charge for the year	3,048,766,412	3,048,766,412
Closing balance	5,721,233,012	5,721,233,012
NET BOOK VALUE		
Opening balance	15,183,260,015	15,183,260,015
Closing balance	20,168,593,358	20,168,593,358

As per lease contract No. 119.21.10/CTTC dated 10 September 2021, No.119.21.12/CTTC dated 25 September 2021, No. 119.23.08/CTTC dated 26 May 2023 and No. 119.23.10/CTTC dated 29 September 2023, the Company shall have the right to purchase assets upon the expiry date with the purchase price from 0.1% to 1% of the total asset value.

As per lease contract No. 119.23.15/CTTC dated 07 December 2023, the Company shall have the right to purchase assets upon the expiry date with the purchase price of VND 7,900,000.

13. INCREASES, DECREASES IN INTANGIBLE ASSETS

	Land use rights	Land compensation expenses	Site clearance expenses	Software	Total
	VND	VND	VND	VND	VND
COST					
Opening balance	69,980,290	612,110,000	576,035,238	927,494,004	2,185,619,532
Closing balance	69,980,290	612,110,000	576,035,238	927,494,004	2,185,619,532
ACCUMULATED AMORTISATION					
Opening balance	47,202,012	412,870,634	388,537,994	524,756,566	1,373,367,206
Charge for the year	2,203,570	19,274,415	18,138,483	73,474,285	113,090,753
Closing balance	49,405,582	432,145,049	406,676,477	598,230,851	1,486,457,959
NET BOOK VALUE					
Opening balance	22,778,278	199,239,366	187,497,244	402,737,438	812,252,326
Closing balance	20,574,708	179,964,951	169,358,761	329,263,153	699,161,573

As described in Note 17, as at 31 March 2025, the Company has pledged the land use right certificate with its term up to November 2033 in Dinh Tri Commune, Bac Giang City, Bac Giang Province under mortgage contracts signed with the banks to secure bank loans.

As at 31 March 2025, the cost of the Company's intangible assets includes VND 283,985,610 (as at 31 March 2024: VND 283,985,610) of intangible assets which have been fully amortised but are still in use.

14. SHORT-TERM TRADE PAYABLES

	Closing balance	Opening balance
	VND	VND
	Amount/ Amount able to be paid off	Amount/ Amount able to be paid off
DSSP Global Ltd.	430,725,545,585	272,907,732,620
Golden Island International Enterprises Limited	11,874,980,675	-
Zhangjiagang Yuhao Imp & Exp Co., Ltd	10,040,807,190	-
Tien Hung Joint Stock Company	9,728,702,936	2,613,718,369
Global Attire Private Limited	6,210,029,521	-
CT TNHH Thuong Hieu SML VN	5,965,573,808	-
Coats PP Company Limited	5,617,516,664	2,233,905,216
Ho Guom Group Joint Stock Company	1,065,494,114	1,800,692,725
Ducksan Vina Company Limited	534,157,731	2,701,648,015
Others	65,940,882,801	21,065,637,683
	547,703,691,025	303,323,334,628

In which:

Short-term trade payables to related parties	430,725,545,585	272,907,732,620
(Details stated in Note 26)		

15. TAXES AND AMOUNTS PAYABLE TO THE STATE BUDGET

	Opening balance	Payable	Net-off/Paid	Closing balance
	VND	during the year	during the year	VND
		VND	VND	
Value added tax	-	477,371,486	477,371,486	-
Corporate income tax	10,402,876,228	13,851,438,118	8,170,000,000	16,084,314,346
Personal income tax	458,867,206	6,168,849,984	5,784,801,991	842,915,199
Other taxes	244,046,529	181,508,922	425,555,451	-
	11,105,789,963	20,679,168,510	14,857,728,928	16,927,229,545

16. SHORT-TERM ACCRUED EXPENSES

	Closing balance	Opening balance
	VND	VND
Accruals for bonus	13,290,075,810	8,679,881,879
Accruals for purchasing	10,739,998,298	5,188,263,255
Other accruals	2,059,640,058	323,175,619
	26,089,714,166	14,191,320,753

17. LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance				In the year		Closing balance	
	VND				VND		VND	
	Amount	Amount able to be paid off	Increases	Decreases	Effect of foreign exchange	Amount	Amount able to be paid off	
a. Short-term loan								
Vietnam Technological and Commercial Joint Stock Bank - Ha Thanh Branch (i)	100,556,704,711	100,556,704,711	310,061,747,280	227,584,699,216	(82,835,251)	182,950,917,524	182,950,917,524	
Current portion of long-term obligations under finance leases (see Long-term obligations under finance leases)	3,917,305,103	3,917,305,103	5,187,510,242	3,917,305,103	-	5,187,510,242	5,187,510,242	
	104,474,009,814	104,474,009,814	315,249,257,522	231,502,004,319	(82,835,251)	188,138,427,766	188,138,427,766	

- (i) Represent short-term loan from Vietnam Technological and Commercial Joint Stock Bank - Ha Thanh Branch under the Credit Contract No. SGO20150562/HDTD dated 05 June 2015 and Appendix No. SGO20150562/HDTD/PLHM-1982330 dated 23 October 2024 with the credit limit of USD 7,500,000 to supplement working capital for production. Loan interest rate is specified in each covenant. Loan principal and interest are payable within maximum 06 months from the date of withdrawal for each covenant. The loan is secured as per the Mortgage Contracts by term deposit contracts, the land use right certificate, workshop, warehouse and production line of Pearl Global Vietnam Co., Ltd (see Note 5, Note 11 and Note 13).

	Opening balance		In the year			Closing balance	
	VND		VND			VND	
	Amount	Amount able to be paid off	Increases	Decreases	Effect of foreign exchange differences	Amount	Amount able to be paid off
b. Long-term obligations under finance leases							
Vietcombank Leasing Co.,Ltd (ii)	11,577,415,774	11,577,415,774	5,958,357,971	5,086,179,814	158,959,108	12,608,553,039	12,608,553,039
	11,577,415,774	11,577,415,774	5,958,357,971	5,086,179,814	158,959,108	12,608,553,039	12,608,553,039

In which:

Amount due for settlement within 12 months	3,917,305,103	3,917,305,103				5,187,510,242	5,187,510,242
Amount due for settlement after 12 months	7,660,110,671	7,660,110,671				7,421,042,797	7,421,042,797

- (ii) Finance lease from Vietcombank Leasing Company Limited under the finance leasing contracts No. 119.21.10/CTTC dated 10 September 2021, No.119.21.12/CTTC dated 25 September 2021, No. 119.23.08/CTTC dated 26 May 2023, No. 119.23.10/CTTC dated 29 September 2023 and No. 119.23.15/CTTC dated 07 December 2024. The applicable interest rates as at 31 March 2025 are 8.63% per annum, 8.46% per annum, 7.60% per annum, 7.90% per annum and 9.20% per annum respectively. The loan period is 48 months. The loan principal is repaid equally on a monthly basis.

Long-term obligations under finance leases are repayable as follows:

	Closing balance	Opening balance
	VND	VND
On demand or within one year	5,187,510,242	3,917,305,103
In the second year	4,130,923,659	3,601,995,398
In the third to fifth year inclusive	3,290,119,138	4,058,115,273
	12,608,553,039	11,577,415,774
Less: Amount due for settlement within 12 months (shown under Short-term loans and obligations under finance leases)	5,187,510,242	3,917,305,103
Amount due for settlement after 12 months	7,421,042,797	7,660,110,671

18. OWNER'S EQUITY

Movement in owner's equity

	Owner's contributed capital	Retained earning	Total
	VND	VND	VND
Prior year's opening balance	72,158,884,133	19,494,456,722	91,653,340,855
Profit for the year	-	77,237,411,830	77,237,411,830
Current year's opening balance	72,158,884,133	96,731,868,552	168,890,752,685
Profit for the year	-	119,550,641,022	119,550,641,022
Current year's closing balance	72,158,884,133	216,282,509,574	288,441,393,707

Investment capital and charter capital

According to the latest Investment Certificate, the Company's investment capital and charter capital are USD 4,219,659 (equivalent to VND 83,285,105,850) and USD 3,522,035 (equivalent to VND 72,158,884,133), respectively. As at 31 March 2025, the charter capital was fully contributed by the owner as follows:

Owner	Contributed capital			
	Closing balance		Opening balance	
	USD	VND equivalent	USD	VND equivalent
Vin Pearl Global Vietnam Company Limited	3,522,035	72,158,884,133	3,522,035	72,158,884,133
	3,522,035	72,158,884,133	3,522,035	72,158,884,133

19. OFF BALANCE SHEET ITEMS

Foreign currencies

	Closing balance	Opening balance
United States Dollar (USD)	73,643	207,831

Materials, goods held under trust or for processing

	Unit	Closing balance	Opening balance
Materials, goods held under trust or for processing			
Fabric	M	3,006	-
Fabric	YD	210,147	-
Accessories	KG	5,017	-
Accessories	PCS	776,062	-
Accessories	SET	425,752	-
Accessories	YD	53,954	-

Operating lease commitments

At the balance sheet date, the Company had outstanding non-cancellable operating leases commitments which fall due as follows:

	Closing balance	Opening balance
	VND	VND
Minimum lease payment in the future under non-cancellable operating lease under the following terms:		
Within one year	3,348,294,732	1,847,019,649
In the second to fifth year inclusive	8,404,864,547	14,135,454,011
	11,753,159,279	15,982,473,660

Operating lease payments represent total rentals payable under:

- Office lease agreement No. 137/HDMVP,BNTNN-PGVN with Today's Rural Newspaper on 13 July 2023: renting 459 m2 of the space on the 3rd floor of Today's Rural Newspaper building at Lot E2, Cau Giay New Urban Area, Yen Hoa ward, Cau Giay district. The contract has a term of 2 years from 15 July 2023 to 15 July 2025; and
- Warehouse lease agreement No. 03/2023/HDTXTC-PG with Thanh Cong Production and Import-Export Joint Stock Company dated 13 November 2023: renting 3,048.4 m2 of factory at Dinh Tri Industrial cluster, Dinh commune Tri, Bac Giang City, Bac Giang Province. The contract has a term of 5 years from 08 March 2024 to 08 March 2029.

20. REVENUE FROM GOODS SOLD AND SERVICES RENDERED

	Current year	Prior year
	VND	VND
Revenue from sales and processing of exported goods	1,899,417,356,741	1,448,760,340,761
	1,899,417,356,741	1,448,760,340,761
In which:		
Revenue from related parties	1,899,417,356,741	1,431,855,623,517
(Details stated in Note 26)		

21. PRODUCTION COSTS BY NATURE

	Current year	Prior year
	VND	VND
Raw materials and consumables	1,366,012,122,569	1,011,515,225,315
Labour	301,433,759,706	239,417,751,390
Depreciation and amortisation	14,382,289,290	11,395,457,150
Other monetary expenses	138,017,270,788	122,661,814,285
	1,819,845,442,353	1,384,990,248,140

22. FINANCIAL INCOME

	Current year	Prior year
	VND	VND
Foreign exchange gain	14,808,272,756	15,405,108,679
Bank and loan interest	716,663,657	593,922,757
	15,524,936,413	15,999,031,436

23. FINANCIAL EXPENSE

	Current year	Prior year
	VND	VND
Foreign exchange losses	27,310,708,085	14,776,311,932
Interest expense	7,525,188,290	6,861,695,419
Other financial expenses	1,789,467,497	895,525,775
	36,625,363,872	22,533,533,126

24. SELLING EXPENSE AND GENERAL AND ADMINISTRATION EXPENSES

	Current year	Prior year
	VND	VND
General and administration expenses		
Salary expense	26,143,389,140	22,740,721,436
Others	11,625,406,117	10,275,449,789
	37,768,795,257	33,016,171,225
Selling expenses		
Salary expense	40,994,606,226	37,141,445,289
Transportation cost	28,914,690,859	22,143,231,397
Export cost and loading, unloading charges	6,509,159,274	7,560,497,681
Others	5,712,709,801	5,454,586,672
	82,131,166,160	72,299,761,039

25. CORPORATE INCOME TAX EXPENSE

	Current year	Prior year
	VND	VND
Current corporate income tax expense		
Corporate income tax expense based on taxable profit in the current year	16,084,314,347	8,390,916,897
Adjustments for corporate income tax expense in previous years to the current year	(2,232,876,229)	-
Total current corporate income tax expense	13,851,438,118	8,390,916,897

	Current year VND	Prior year VND
Profit before tax	133,402,079,140	85,628,328,727
Adjustments for taxable profit		
Add back:		
Non-deductible expenses	326,944,842	2,376,410,924
Unrealised foreign exchange gain arising from translating cash and receivables of prior year	5,198,286,253	(495,190,444)
Unpaid accrued expense of current year	10,586,611,515	8,679,881,879
Less:		
Unrealised foreign exchange gain arising from translating cash and receivables of current year	(516,958,161)	(5,198,286,253)
Unpaid accrued expense of prior year	(8,679,881,879)	(7,081,975,859)
Taxable profit of the current year	140,317,081,710	83,909,168,974
<i>Taxable profit at normal tax rate of 20%</i>	20,526,061,758	-
<i>Taxable profit at incentive tax rate of 10%</i>	119,791,019,952	83,909,168,974
Corporate income tax expense based on taxable profit in the current year	16,084,314,347	8,390,916,897

According to Decision No. 12/GP-BG dated 11 August 2003 of the People's Committee of Bac Giang province, the Company is entitled to an annual corporate income tax incentive equal to 10% of profit earned during the project implementation period, and to corporate income tax exemption for four years from the profit-making year and 50% reduction for four years thereafter.

26. RELATED PARTY TRANSACTIONS AND BALANCES

List of related party with significant transactions and balances for the year:

<u>Related party</u>	<u>Relationship</u>
Pearl Global Industries Limited	Ultimate Parent Company
Pearl Global HK Limited Company	Affiliate
Pearl Grass Creation Limited	Affiliate
DSSP Global Limited	Affiliate
Pearl Global USA, Inc.	Affiliate

Significant transactions with the related parties during the year were as follows:

	Current year	Prior year
	VND	VND
Sale of goods and services	1,899,417,356,741	1,431,855,623,517
Pearl Grass Creation Limited	1,253,625,192,859	820,440,839,772
Pearl Global HK Limited Company	624,353,994,759	558,049,604,231
Pearl Global USA, Inc.	21,438,169,123	53,365,179,514
Purchases of goods and services	1,028,375,995,929	599,688,815,345
DSSP Global Limited	1,028,375,995,929	599,688,815,345
On-behalf payment by related parties	-	9,441,390,148
Pearl Grass Creation Limited	-	9,026,026,639
Pearl Global USA, Inc.	-	415,363,509
On-behalf payment for related parties	1,534,407,778	2,789,500,481
Pearl Global HK Limited Company	1,534,407,778	2,390,371,137
Pearl Grass Creation Limited	-	399,129,344
Loan interest	-	1,308,951,706
Pearl Global HK Limited Company	-	1,308,951,706
Guarantee commission	1,680,423,474	747,800,773
Pearl Global Industries Limited Company	1,680,423,474	747,800,773

Significant related party balances as at the balance sheet date were as follows:

	Closing balance	Opening balance
	VND	VND
Short-term trade receivables	123,166,208,991	82,789,524,591
Pearl Grass Creation Company Limited	111,952,184,379	53,229,614,648
Pearl Global HK Company Limited	11,214,024,612	4,295,528,852
Pearl Global USA, Inc.	-	25,264,381,091
Short-term trade payables	430,725,545,585	272,907,732,620
DSSP Global Limited	430,725,545,585	272,907,732,620

27. CONTINGENT LIABILITIES

Under the signed land lease contract between the Company and Bac Giang Department of Natural and Resources, two parties have been working on assets relating to the land use after the contract is completed as prescribed by law. According to the management's assessment, the restoration cost is not reliably estimated due to unavailability of information and appropriate estimation method. Therefore, no provision for restoration and handover expenses was made and reported in the Company's financial statements for the year ended 31 March 2025.

28. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash outflows for purchases of fixed assets and construction in progress exclude an amount of VND 1,136,793,081 (2023: VND 1,047,139,016) representing an addition in fixed assets and construction in progress that has not yet been paid, and include an amount of VND 455,295,380 (2023: VND 8,130,383,015) representing prepayments to suppliers for purchases of fixed assets and construction in progress. Consequently, increases, decreases in accounts payable, receivable have been adjusted by the same amounts, respectively.

29. USA RECIPROCAL TARIFFS ON VIETNAMESE PRODUCTS

On 04 April 2025, the US Government has announced a reciprocal tariff rate of 46 percent on all Vietnamese products, a move that is expected to significantly impact Vietnam's trade-dependent economy that had been effective since 9 April 2025. After that, on 10 April 2025, the US government also announced 90 days pause on these tariffs to allow for negotiation and temporarily had been applied 10% of reciprocal tariff for all products imported from Vietnam. The Company is currently evaluating the potential impacts of these tariff on its operation and financial results and working closely with USA clients to find out appropriate solutions for following years.

Le Thi Thanh Thuy
Preparer/Chief Accountant



Aggarwal Kulbhushan
Chief Finance Officer

Gurusankar Gurumoorthy
General Director

29 April 2025

