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Hue City, 18th April 2025

Explanation on variation of Quarter I/2025's net profit after
taxes

To: - State Securities Commission Of Vietnam Portal
- Hanoi Stock Exchange

Pursuant to the provisions of Clause 3, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding information disclosure on the stock market providing guidelines on disclosure of information on securities market, Hue Textile Garment Joint Stock Company explains the variation of net profit after taxes of Q1/2025 Financial Statements in comparison to Q1/2024 Financial Statements as below:

1. For the Statement of income:

	Quarter 1/2025	Quarter 1/2024	Increase (+)/ Decrease (-)
Net profit after taxes	31,159,818,857	22,177,202,698	41%

2. Causes:

Compared to Q1/2024, the Company's after tax profit in Q1/2025 increased by 41%. In particular, a pre-tax profit of VND 4.55 billion from the Yarn segment in Q1/2025 (increased VND 3.2 billion – equivalent to a 230% rise year-over-year). Meanwhile, profit before taxes of garment segment in Q1/2025 increased VND 7.54 billion – equivalent to a 30% rise compared to the same period in 2024. The main contributing factors are as follows:

- The yarn market in 2024 experienced significant fluctuations due to unstable raw material prices whilst the yarn market in Q1/2025 showed more positive signs, raw material prices fluctuated within a narrower range compared to Q1/2024. As a result, the yarn segment's pre-tax profit in Q1/2025 increased by 230% compared to Q1/2024.

- Since the beginning of 2025, the garment industry has experienced stable growth, with improved demand compared to the same period last year. Therefore, the Garment segment's revenue in Q1/2025 increased by 6% year-over-year. the proportion of high-margin orders increased, while enhanced production management contributed to higher labor productivity. These factors collectively led to improved profitability for the Garment segment in Q1/2025 compared to Q1/2024.

A The above provides an explanation for the net profit after tax between the Q1/2025 the Q1/2024 financial statements of Hue Textile Garment Joint Stock Company./.

Recipients:

- As mentioned above;
- Archived: Clerical assistant, Secretary of the Board of Management.



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