

MINISTRY OF CONSTRUCTION
CONSTRUCTION MACHINERY
CORPORATION

No: 293/COMA-TCKH

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

Hanoi, July 30, 2025

Re: Explanation for difference in after-tax profit of 10% or more in Q2/2025 financial statements compared to the same period of the previous year; current reporting period records profit after tax.

To: Hanoi Stock Exchange

The Construction Machinery Corporation – JSC respectfully submits this explanation regarding the reason for the difference in after-tax profit of 10% or more as presented in the business performance report for the second quarter of 2025 compared to the second quarter of 2024. The after-tax profit for the reporting period shows a profit in both the Consolidated Financial Statements and the Separate Financial Statements, specifically as follows:

Report Type	Indicator	Reporting period		Difference	Percentage
		Q2/2025	Q2/2024		
Separate Financial Statements	Profit after Corporate Income Tax	1,657,848,887	2,791,489,210	(1,133,640,323)	(40.61%)
Consolidated Financial Statements	Profit after Corporate Income Tax	2,877,546,542	2,020,154,838	857,391,704	42.44%
	Profit after tax attributable to the Parent Company	2,266,593,948	945,311,607	1,321,282,341	139.77%

1. The Separate Financial Statements recorded a profit of VND 1,657,848,887 due to the following reasons:

In Q2/2025, the Corporation finalized several long-outstanding projects, expanded business and service activities, and enhanced debt recovery efforts. At the same time, the Corporation classified receivables, worked with customers to recover outstanding debts, and managed capital resources to fulfill its obligations to the State budget. Reduced tax penalties helped offset interest and administrative expenses. As a result, late payment penalties for taxes decreased, which helped offset part of the interest expenses and administrative costs.

For the above reasons, the after-tax profit reported in the business performance report for the second quarter of 2025 showed a profit and changed by more than 10% compared to the second quarter of 2024, as reflected in the Separate Financial Statements.

2. The Consolidated Financial Statements recorded a profit of VND 2,877,546,542 due to the following reasons:

In Q2/2025, the parent company and four (04) subsidiaries recorded after-tax profits, while two (02) others incurred minor losses. This was mainly due to revenue recognition from ongoing projects carried over from the previous year and newly signed contracts in 2025. Meanwhile, interest and administrative expenses decreased, contributing to the overall profit.

As a result, the after-tax profit in the consolidated business performance report for Q2/2025 increased by over 10% compared to Q2/2024, shifting from a loss in the previous period to a profit in this period.

The Corporation respectfully submits this explanation to the Hanoi Stock Exchange.

Sincerely.

Recipients:

As above;
Board of Directors (for reporting);
Supervisory Board;
Corporate Governance Department;
Archives: Office, Finance and Planning
Department.



Đào Đức Thọ