

No.: 244/PP-TCKT  
Re: *Explanation of after-tax profit  
changes in Quarter 2, 2025*

*Ho Chi Minh City, July 30, 2025.*

To: - The State Securities Commission of Vietnam  
- The Hanoi Stock Exchange

In accordance with the Securities Law No. 54/2019/QH14 dated November 26, 2019;

In accordance with Circular No. 96/2020/TT-BTC dated November 16, 2020;


Based on the combined financial statements and consolidated financial statements for Quarter 2 of 2025 of Phong Phu Corporation;

Phong Phu Corporation provides the following explanation regarding the after-tax profit in the consolidated financial statements for quarter 2 of 2025, which increased by more than 10% compared to the same period in 2024:

In quarter 2 of 2025, the general economic situation was under pressure from the United States' tariff policy. However, the Vietnamese textile and garment industry in general remained unaffected, as the U.S. government temporarily extended a 90-day grace period to continue negotiations on the new tariff policy. During this time, many import partners in the United States increased their ordering activities to take advantage of the current tariff policy. As a result, export indicators and business results in the first six months of 2025 for the industry maintained positive growth.

For Phong Phu Corporation, business operations saw growth in both revenue and gross profit, increasing by approximately 11% compared to the same period in 2024. Meanwhile, the production and business activities of its joint ventures and associates also achieved positive results, with profit growth exceeding 13% compared to the same period last year.

The above is the explanation regarding the business and production situation in the second quarter of 2025 in the consolidated and combined financial statements of Phong Phu Corporation, respectfully submitted to the State Securities Commission and the Hanoi Stock Exchange.

Respectfully yours..../

**Recipients:**

- As above;
- Phong Phu website;
- Achieving: office, accounting department

**GENERAL DIRECTOR**   
  
**Duong Khue**