

V/v: Explanation of difference in profit after tax
Semi-annual report 2025

Hung Yen, August 18, 2025

**Dear: - State Securities Commission
- Hanoi Stock Exchange**

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding the disclosure of information on the stock market, explanation when the profit after corporate income tax in the Business Performance Report of the disclosure period changes by 10% or more compared to the report of the same period last year.

Hung Yen Garment Corporation - Joint Stock Company (stock code: HUG) would like to explain the change in profit after tax in the semi-annual financial report of 2025 compared to the same period in 2024 of the Corporation as follows:

- Profit after corporate income tax in semi-annual 2025: VND 41,491,494,347

- Profit after corporate income tax in semi-annual 2024: VND 23,759,921,056

Increase difference: VND 17,731,573,318, equivalent to 74.6%. The main reason is due to:

2024 is a very difficult year, the political conflict between Russia and Ukraine has not ended; some countries such as the US, UK, EU, Japan, South Korea still have high inflation rates... affecting the global economy. At Hung Yen Garment Corporation, the production in the first 6 months of 2024 had low orders, down from 20% - 40%, which directly affected the production and business results in the 2024 semi-annual financial report. By the beginning of 2025, the contract price increased compared to the same period. By the second quarter of 2025, due to the US tariff policy, customers requested early delivery before July 9, 2025. The whole Company focused on production for early delivery. Export revenue in the first 6 months of 2025 increased by 33.4% over the same period, so the profit after tax target on the 2025 semi-annual financial statement increased by 74.6% over the same period.

Hung Yen Garment Corporation commits that the content in the above explanation is honest and accurate.



GENERAL DIRECTOR

Phạm Thị Phương Hoa