

MINISTRY OF CONSTRUCTION
CONSTRUCTION MACHINERY
CORPORATION

SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

No: 93 /COMA-TCKH

Hanoi, March 31st 2026

V/v Explanation of changes in after-tax profit in the 2025 financial statements, which increased/decreased by 10% or more compared to the same period of the previous year; profit for the current period; variances of 5% or more between the pre-audit and audited financial statements; and the qualified audit opinion.

To: Hanoi Stock Exchange

Construction Machinery Corporation – JSC hereby provides explanations for the causes of the change in profit after corporate income tax as presented in the Income Statement for 2025, which fluctuated by 10% or more compared to the 2024 report; the 2025 report reflects a profit; the Audited Financial Statements show variances of 5% or more compared to the previously disclosed figures; and the auditor issued a qualified opinion on both the Combined and Consolidated Financial Statements, details of which are as follows:



Report Type	Indicator	Reporting Period		Difference	Percentage Change %
		In 2025	In 2024		
Combined Financial Statement	After-tax profit	4,200,480,999	41,554,245,486	(37,353,764,487)	(89.89%)
Consolidated Financial Statement	After-tax profit	14,600,784,628	35,720,190,798	(21,119,406,170)	(59.12%)
	Parent Company's After-Tax Profit	12,885,010,689	37,288,263,308	(24,403,252,619)	(65.44%)

1. The results of operations for 2025 fluctuated by 10% or more compared to the 2024 report in both the separate and consolidated financial statements. The profit after corporate income tax for the current period, as presented in the separate and consolidated financial statements, was attributable to the following reasons:

- * Consolidated Financial Statement Profit: VND 4,200,480,999
- During the year, the Corporation implemented various measures to enhance revenue and optimize costs, thereby continuing to operate profitably.
- Profit after tax as presented in the Income Statement fluctuated by 10% or more compared to the corresponding period of the prior year. In 2024, the Corporation recorded adjustments relating to the finalization of the completed construction investment project "Skylight High-end Residential Area" of Construction Machinery

Corporation – JSC. Such adjustments were recognized in the financial statements of prior years and had a significant impact on profit after tax. In addition, the Corporation reversed provisions amounting to VND 23.8 billion, and generated a profit of VND 19.1 billion from the divestment of equity interests in two other investees and the partial disposal of its interest in a subsidiary.

Based on the above factors, profit after corporate income tax as presented in the 2025 Income Statement was profitable and fluctuated by 10% or more compared to the 2024 Combined Financial Statement.

* After-tax profit in the Consolidated Financial Statement: VND 14,600,784,628 due to:

- In 2025, profit after corporate income tax as presented in the Income Statement of the parent company and four subsidiaries was profitable. In accordance with applicable regulations, the Corporation was entitled to a 30% reduction in land rental payable for the year; accordingly, no late payment penalties were incurred, resulting in a reduction in other expenses. Profits generated by Construction Machinery And Water Electric Machine Installing Joint Stock Company, COMA2 JSC, COMA16 JSC và COMA27 JSC offset the losses of the remaining two subsidiaries, namely The Import-Export Manufactured Service And Countryside Development Company Limited (100% owned by the Corporation) and Minh Khai Lock Joint Stock Company (67.47% owned), thereby resulting in profit after corporate income tax in the Consolidated Income Statement.

- Profit after tax as presented in the Income Statement fluctuated by 10% or more compared to the corresponding period of the prior year due to the following reasons:

- + Financial income decreased by VND 16.7 billion compared to the corresponding period of the prior year, representing a decrease of 81.68%, as in 2025 the Corporation's proceeds from divestment of equity interests in certain subsidiaries reached only 89.8% of the level recorded in 2024.

- + Finance costs decreased by VND 5.5 billion, equivalent to 38.58%, compared to the prior year. This was mainly due to the Corporation's enhanced collection of receivables and optimization of cash flows to repay short-term and long-term borrowings, resulting in lower interest expenses.

- + Administrative expenses increased by VND 19.24 billion, equivalent to 126.66%, compared to the prior year, as in 2024 the Corporation reversed a provision for doubtful receivables amounting to VND 24 billion.

- + Other expenses decreased by VND 9.46 billion, equivalent to 61.72%, compared to the prior year, as the Corporation was granted a 30% reduction in land rental in 2025, resulting in no late payment penalties.

Based on the above factors, profit after corporate income tax as presented in the 2025 Income Statement was profitable and fluctuated by 10% or more compared to the 2024 consolidated financial statements.

2. The audited consolidated financial statements for 2025 show variances of 5% or more compared to the previously disclosed figures due to the following reasons:

Following the audit, additional current corporate income tax expense was recognized for COMAEL Company, and there were changes in the profit figures of three subsidiaries, namely Habac Construction Machinery Joint Stock Company No2,

Construction Machinery And Water Electric Machine Installing Joint Stock Company, and Minh Khai Lock Joint Stock Company.

3. Qualified audit opinion:

- As at the reporting date, certain customers had not confirmed balances of receivables and payables that were overdue for more than six months. These balances, amounting to approximately VND 12.6 billion, are assessed by the Corporation as recoverable in the following financial year; therefore, no provision has been recognized.

- As at 31 December 2025, the subsidiaries of the Corporation had not performed physical inventory counts nor assessed the net realizable value of inventories amounting to VND 14.18 billion, including: Construction Machinery And Water Electric Machine Installing Joint Stock Company (VND 10.66 billion), Minh Khai Lock Joint Stock Company (VND 1.8 billion), Thai Binh Constrction And Mechanical Joint Stock Company Limited (VND 0.57 billion), and Habac Construction Machinery Joint Stock Company No2 (VND 1.2 billion).

- Sufficient appropriate audit evidence could not be obtained regarding the balances of receivables of the subsidiaries as at 31 December 2025 amounting to VND 57.07 billion (VND 60.1 billion as at 31 December 2024), and payables amounting to VND 42.67 billion (VND 36.56 billion as at 31 December 2024). In addition, the Construction Machinery And Water Electric Machine Installing Joint Stock Company and Minh Khai Lock Joint Stock Company have not yet resolved asset shortages amounting to VND 2 billion as at 31 December 2025 and 31 December 2024.

- As at the reporting date, Habac Construction Machinery Joint Stock Company No2 recorded tax late payment penalties, tax arrears, and administrative fines of prior years under prepaid expenses (Account 242) instead of recognizing them in expenses for the period, amounting to VND 9.23 billion. The Import-Export Manufactured Service And Countryside Development Company Limited, a subsidiary of the Corporation, received notices from the Vung Tau – Con Dao Tax Department regarding land use fees for the “Decoimex Residential Area Expansion Project in Ward 6 and Ward 9, Vung Tau City”, with outstanding land use fees payable as at 31 December 2025 amounting to VND 132,908,957,095 and late payment penalties amounting to VND 140,105,447,943. The Company has not accepted these amounts, as the tax authority included public land areas in the calculation. The Company has submitted official correspondence to the tax authority but has not yet received a response. Accordingly, the related amounts presented in the consolidated financial statements for the year ended 31 December 2025 may be subject to change depending on the final decision of the tax authority.

The above represents the explanations of Construction Machinery Corporation – JSC regarding the Audited Combined and Consolidated Financial Statements for 2025..

Sincerely!

Recipients:

- As above;
- Board of Directors (for reporting));
- Supervisory Board;
- Corporation Management;
- Archive: Office, Finance Department.



GENERAL DIRECTOR

Dao Duc Tho