

VIETNAM NATIONAL TEXTILE AND
GARMENT GROUP
PHONG PHU CORPORATION

THE SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No.: 108 /PP-TCKT

Ho Chi Minh City, 28 April, 2026.

Re: *Explanation on the changes in
profit after tax for the quarter 1 of 2026*

To: - The State Securities Commission of Viet Nam
- The Hanoi Stock Exchange

Pursuant to the Law on Securities No. 54/2019/QH14 dated November 26, 2019;


Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020;

According to the Combined Financial Statements and Consolidated Financial Statements for the first quarter of 2026 of Phong Phu Corporation;

Phong Phu Corporation provides the following explanation regarding the fluctuation of after-tax profit in the Combined and Consolidated Financial Statements for Q1/2026, which increased by more than 10% compared to the same period in 2025:

In the first quarter of 2026, the business operations of Phong Phu Corporation experienced positive growth. Specifically, gross profit increased by 7% year-on-year, primarily due to effective production cost control. Additionally, financial expenses decreased following a reduction in interest expenses and foreign exchange losses, contributing to improved profits during the period. At the same time, the business performance of subsidiaries, joint ventures, and associates also achieved more favorable results compared to the same period. Consequently, the after-tax profit for Q1/2026 in both the Combined and consolidated financial statements increased by over 10% compared to Q1/2025.

The above is the explanation regarding the business performance for Q1/2026 in the Combined and Consolidated Financial Statements of Phong Phu Corporation, submitted to the State Securities Commission and the Hanoi Stock Exchange.

Sincerely././ 

Recipients:

- As above;
- Phong Phu Website;
- Archive: Office,
accounting department.

 **GENERAL DIRECTOR** 
DUONG KHUE