

PETROVIETNAM OIL CORPORATION
PETEC TRADING AND INVESTMENT
CORPORATION

No. **000422**/PTC-TCKT
Rgd: Explanation of profit volatilities and the
qualified Audit opinion from 2024
Financial Statement

THE SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

Ho Chi Minh, dated February 12, 2025

To:

- The State Securities Commission;
- The Hanoi Stock Exchange.

Name of company: **PETEC Trading and Investment Corporation**

Stock symbol: **PEG**

Address of head office: 194 Nam Ky Khoi Nghia street, Vo Thi Sau ward, District 3, HCMC

Telephone: (028) 3930 3633

Fax: (028) 3930 3686

Website: www.petec.com.vn

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance guiding on information disclosure of the listed companies.

PETEC Trading and Investment Corporation (PEG) would like to provide an explanation for the qualified Audit opinion on the parent and the consolidated financial statements 2024, and there was 10% different compared to same period of 2023 respectively as follow:

1. The Profit volatilities:

Description	2024	2023	Increase/(Decrease)
	VND	VND	VND
Parent company			
Net Profit After Tax	-34.512.509.228	0	-34.512.509.228
Consolidated Financial Statement			
Net Profit After Tax	-36.034.571.777	-586.638.665	-35.447.933.112

a. The parent company financial statement:

The Profit after tax recorded a loss 34.512.509.228 VND, it has increased 34.512.509.228 VND compared to the same period of last year. The differences come from the following reasons:

- The increase in Gross profits was due to a higher retail prices and effective business management policies, hence it was leading to improve business performance.
- The financial revenue decreased during this period because there was one-time recognized profit from divestment equity in PETEC Binh Dinh Joint Stock Company.
- The selling expenses increased due to higher maintenance and asset repair costs, as well as higher salary expenses.
- The administrative expenses soared up due to the provision for account receivables from Dong Phuong Petroleum JSC in 2024, and the increase in land rental costs at PETEC Hai Phong Petroleum Enterprise.
- The other profits decreased because there was a compensation for Hoa Hiep Petroleum from Hai Ha Waterway and Roadway Transport Co., Ltd in 2023.

b. Consolidated Financial Statement:

The Profit after tax recorded a loss 34.512.509.228 VND, it has increased 34.512.509.228 VND compared to the same period of last year, mostly come from the parent company. Otherwise, there were also other following reasons:

- In 2024, there was the profit from the joint venture and associates with PETEC Logistics JSC.
- The decrease in other income was due to one-time recognized from the disposal of fixed assets by Petrol Technique Land JSC in 2023.
- The other expenses increased came from the penalty of contract that occurred in PETEC Coffee JSC.

2. The qualified audit opinion:

PETEC has recognized other receivables from Vietnam Oil and Gas Group (Petrovietnam) related to the accumulated losses as of the time PETEC officially converted into a joint-stock company, with an amount of 169.785.513.359 VND. This receivable arose from the determination of State Capital as of May 18, 2011, but it has not yet been approved for finalization by Petrovietnam and the relevant state authorities. PETEC is currently coordinating with Vietnam Oil and Gas Group (Petrovietnam) and PetroVietnam Oil Corporation (PVOIL) to finalize the equitization settlement.

PETEC Trading and Investment Corporation respectfully reports to the State Securities Commission and Hanoi Stock Exchange.

Best regards./.

To: 

- As above;
- Board of Directors;
- Supervisory Board;
- Clerical Office, Finance & Account depart.,
NHH (02)

GENERAL DIRECTOR



TRAN VAN DUONG