

Số: 138/PP-TCKT

Ho Chi Minh City, April 29, 2025.

*Regarding Explanation of After-Tax Profit
Fluctuations for Quarter I, 2025*

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

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

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

According to the consolidated and separate financial statements for Quarter I of 2025 of Phong Phu Corporation;

Phong Phu Corporation hereby provides an explanation for the post-tax profit on the consolidated financial statements for quarter I of 2025, which increased by more than 10% compared to the same period in 2024, as follows:

In quarter I of 2025, the overall economic situation showed many signs of improvement. Vietnam's textile and garment industry saw a positive recovery and growth, as reflected in export indicators and the favorable business results of many enterprises within the sector. Additionally, the Corporation flexibly implemented appropriate business strategies in response to market conditions.

As a result, the operating results on the consolidated financial statements for quarter I of 2025 increased by more than 10% compared to the same period in 2024, mainly due to the significant growth in revenue and gross profit from the Corporation's yarn and towel products.

The above constitutes the explanation for the business operations in quarter I of 2025 as presented in the consolidated and separate financial statements of Phong Phu Corporation, respectfully submitted to the State Securities Commission of Vietnam and the Hanoi Stock Exchange.

Respectfully, */s/*

Recipients:

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



GENERAL DIRECTOR

DUONG KHUE