

VIETNAM NATIONAL CHEMICAL GROUP  
Ninh Binh Phosphate Fertilizer Joints Stock  
company  
No.: 1207 /PLNB

SOCIALIST REPUBLIC OF VIETNAM  
Independence - Freedom - Happiness

Re: Explanation for the increase of more than 10% in after-  
tax profit in the first six months of 2025 compared to the  
first six months of 2024

Ninh Binh, July... 31..., 2025

To: - The State Security Commission of Vietnam;  
- Hanoi Stock Exchange.

According to the reviewed interim financial statements (for the operating period from January 1, 2025 to June 30, 2025) conducted by Vietnam auditing and valuation company limited, the after-tax profit of Ninh Binh Phosphate fertilizer joint stock company reached VND 67,103,801,029, representing an increase of more than 10% compared to the after-tax profit in the first six months of 2024. We respectfully provide the following main explanations:

The sales volume of fused magnesium phosphate fertilizers increased by 13%, and the selling price rose by 14.5%. The sales volume of NPK fertilizers rose by 2%, and the selling price increased by 6.2%, resulting in a 24.5% increase in net revenue from fertilizer sales. The Board of directors and Executive management have consistently paid close attention to business planning and execution, demonstrating sensitivity and experience in identifying market trends and development opportunities. Currently, the Company's fertilizer products are distributed across all provinces and cities nationwide and exported to foreign markets such as Japan and Australia...

Financial income increased by 782.9%, mainly due to interest income from the Company's bank deposits, which were made through fixed-term credit contracts ranging from 1 to 6 months with annual interest rates from 4.2% to 4.8%. The total bank deposits of the Company in the first six months of 2025 increased by VND 158.7 billion compared to the same period in 2024, equivalent to an increase of 411.68%.

Financial expenses decreased to 66.9% of the amount recorded in the first six months of 2024, mainly due to a reduction in payment discounts offered to customers who made advance payments.

We respectfully submit the above explanation.

Thank you very much./. Or

Recipients:  
As addressed;  
Company website;  
Accounting Department.

