

**MPT GROUP  
JOINT STOCK COMPANY**

-----\*\*\*-----

No. :04/2025/CV-MPT

(Report: Explanation of after-tax profit in the reviewed semi-annual financial statements for 2025 and audit opinion)

**SOCIALIST REPUBLIC OF VIETNAM  
Independence – Freedom – Happiness**

-----\*\*\*-----

Hanoi, August 14, 2025

**To: HANOI STOCK EXCHANGE**

MPT Group Joint Stock Company.

Stock code: MPT

Transaction address: 2nd Floor, Trung Yen 1 Building, Trung Yen Urban Area, Ward Trung Hoa, Cau Giay District, Hanoi City.

**1. Explanation of semi-annual profit after tax in 2025:**

Profit after tax in the first 6 months of 2025 has reviewed a **loss of VND 335.43 million** while in the same period in 2024 **the loss is VND 268.76 million, an increase of VND 66.67 million, equivalent to 19.87% due to:**

- During the period, there is no revenue from sales and service provision while still incurring fixed and regular costs. Although the Company has implemented savings, cutting costs to the maximum
- The increase in loss of 19.87% over the same period in 2024 is due to the late tax payment interest of corporate income and related penalties after tax finalization in the 2019-2022 period.

**2. The explanation for refusal to give opinions on the Semi-annual Financial Statements of 2025 is as follows:**

The reviewed semi-annual financial statements for 2025 ended 30/06/2025 of the Company were issued by the auditor on 12/08/2025, the auditor refused to give an opinion due to the impact of the following issues:

**2.1 For inventory balances:**

*As presented in Explanation No. 5.7 of the Explanation to the Mid-Year Financial Statements, as at 30/6/2025, the balance of all inventory at the original price is 36,995,516,576 VND (as of 01/01/2025: 36,995,516,576 VND). Through review procedures, we were unable to gather sufficient and appropriate evidence regarding the existence of these inventories by June 30, 2025. We also failed to collect appropriate audit evidence to determine the basis for setting aside the provision for inventory depreciation with the value: 16,707,062,010 VND. Therefore, we cannot determine whether it is necessary to adjust these figures.*

**❖ Explanation :**

As explained in the previous financial statements, MPT changed key personnel such as General Director, Deputy General Director, re-elected the Board of Directors and the Supervisory Board. In the process of receiving the transfer of work between the Board of Directors and the old Board of Directors to the new Board of Directors and the new Board of Directors, the Company did not receive complete handover documents from the Board of





Directors and the old Board of Directors: books and documents, records of inventory of goods, etc cash, and at the same time, they are not allowed to directly participate in the inventory inventory. All data handed over according to accounting books and data on accounting software. By the end of 30/06/2025 and up to now, we have not been able to directly participate in the inventory inventory. However, based on the characteristics and duration of the inventory, the Company finds it necessary to set aside a provision for discounts to more accurately reflect the recoverable value.

## **2.2 Ability to recover receivables.**

*We are unable to obtain sufficient pertinent evidence regarding the recoverable value as of 30/6/2025 of customer receivables: 14,450,442,595 VND, prepaid to seller: 5,465,592,502 VND, other short-term receivables: 101,373,935,534 VND, short-term loan receivables: 24,500,000,000 VND, long-term financial investment: 11,464,425,714 VND (As of 01/01/2025 with a value of: 14,907,641,966 VND; 5,466,392,502 VND, 101,415,293,933 VND, 24,500,000,000 VND and 11,464,425,714 VND), which are detailed in Explanations No. 5.2, 5.3, 5.4, 5.5 and Explanation No. 5.10. Therefore, we cannot determine whether it is necessary to adjust these figures.*

*Short-term sellers' liabilities have not fluctuated in balance over many accounting periods, as of June 30, 2025 with a value of VND 7,436,737,594 (as of January 1, 2024: VND 7,436,737,594), we have carried out review procedures but failed to collect information of these liabilities. Therefore, we cannot assess the impact of these payables on the Company's interim financial statements for the year ended June 30, 2025.*

### **❖ Explanation:**

As explained in Section 2.1, the process of handing over the work of the old Executive Board and the Board of Directors to the new Executive Board and the new Board of Directors is incomplete and concrete, so it is very difficult to take over the work. In order to assess the ability to recover the debts mentioned above, the Company has sought to contact customers. However, due to some customers changing the transaction location, not having a contact phone number or changing the phone number, the contact to send a debt confirmation letter to customers at the customer's old address and phone number was returned because the delivery unit could not find the recipient. Therefore, up to now, the value of the above debts has remained the same as the book value.

## **2.3 The company's ability to operate continuously.**

*The company does not operate production and business, does not generate revenue in the period, receivables are overdue, potential bad debt risks mentioned above and the value of inventory has not been determined with a total value of VND 166.08 billion, accounting for 93.64% of the total asset value and 99.7% of the equity as of June 30, 2025, resulting in a significant shortage of working capital for business activities. These conditions, indicating the existence of material uncertainties, could lead to significant doubts about the Company's ability to continue operating. The Company's ability to continue operating depends on the Company's ability to recover the aforementioned receivables. By the review procedures, we are unable to determine whether the interim financial statements for the accounting period ended June 30, 2025 prepared on the assumption that the Company will continue to operate continuously are appropriate or not.*

### **❖ Explanation :**

Although the Company has temporarily suspended its main production and business activities (production of clothing, socks, etc.), it does not intend to stop all other business activities

The Board of Directors and the Board of Directors of the Company continue to negotiate to remove difficulties in handing over data and documents from the old Board of Directors and at the same time, continue to make efforts to settle outstanding old debts, promote the recovery of receivables, etc. looking for suitable partners to transfer inventories and fixed assets that are no longer in line with the business orientation and gradually improve and restructure the industry, restructure business activities to bring the Company gradually stable and developed, and at the same time ensure the rights and interests of the Company's shareholders.

The above is the entire explanation of MPT Group Joint Stock Company related to the reviewed semi-annual financial statements for 2025.

Thank you very much!

**Recipient:**

- Ditto;
- HNX, SSC;
- Save VT

