

VIETNAM STEEL CORPORATION - JSC
THAI NGUYEN IRON & STEEL JSC

No.: **745** /GTTN-TCKT

*Explanation of the reasons for fluctuation in profit
after corporate income tax for the third Quarter of
2025*

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

Thai Nguyen, October **16** , 2025

Respectfully to: State Securities Commission
Hanoi Stock Exchange.

Pursuant to Circular 96/2020/TT-BTC dated November 16, 2020 guiding information disclosure on the stock market.

The Q3 2025 Financial Statements of Thai Nguyen Iron and Steel Joint Stock Company (TISCO).

Thai Nguyen Iron and Steel Joint Stock Company would like to explain the following contents:

1. Reasons for changes in profit of 10% or more compared to the same period last year:

Profit after corporate income tax according to the separate financial statements for the third quarter of 2025 recorded a loss of VND 12.323 billion due to the following reasons:

In the third quarter of 2025, TISCO carried out maintenance and repair of Blast Furnace No. 2; meanwhile, Blast Furnace No. 3, which has reached the end of its operating life, operated unstably with high coke consumption. The decrease in hot metal output affected billet production (which had to be suspended to accumulate sufficient molten iron), leading to higher consumption of refractory materials, electricity, and oxygen. In addition, due to a shortage of blast furnace gas, the Company had to increase the use of FO oil for steel rolling production, resulting in higher production costs and a loss for the quarter.

Profit after corporate income tax according to the separate financial statements for the third quarter of 2025 recorded a loss of VND 12.323 billion, representing a reduction in loss of VND 71.805 billion compared to the same period last year.

Profit after corporate income tax according to the consolidated financial statements recorded a loss of VND 12.329 billion, representing a reduction in loss of VND 71.63 billion year-on-year.

- Steel sales volume increased by 30,931.812 tons, equivalent to 18% compared to the same period last year.

- Gross profit increased (separate FS: up VND 62.328 billion; consolidated FS: up VND 57.184 billion).

- Other operating income increased due to a reduction in land rental charges compared to the previous year.
- Financial income increased by VND 3.4 billion, mainly due to higher late payment interest collected.
- Administrative expenses decreased (separate FS: down VND 6.055 billion; consolidated FS: down VND 5.295 billion) mainly due to lower land rental expenses.
- Financial expenses decreased (separate FS: down VND 2.46 billion; consolidated FS: down VND 7.89 billion) mainly due to lower interest expenses.

Thai Nguyen Iron and Steel Joint Stock Company respectfully submits this explanation to the State Securities Commission and the Hanoi Stock Exchange for review and consideration.

Best regards,

Recipients:

- As above;
- Save: VT, TCKT.



GENERAL DIRECTOR


