

No.: 548/GT-DAP

Re: Explanation of the reason for profit after corporate income tax in the second quarter of 2025 having a change of 10% or more compared to the same period last year

Hai Phong, July 14, 2025

To: HANOI STOCK EXCHANGE**Company:** DAP - VINACHEM Joint Stock Company (DDV)

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Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance providing guidance on information disclosure on the stock market, and Circular No. 68/2024/TT-BTC dated September 18, 2024 of the Ministry of Finance amending and supplementing a number of articles of the circulars regulating securities transactions on the securities trading system; clearing and settlement of securities transactions; operations of securities companies and information disclosure on the stock market

Based on the financial statements for the second quarter of 2025, DAP - VINACHEM Joint Stock Company (stock code: DDV) hereby provides an explanation for the change of 10% or more in profit after corporate income tax compared to the same period last year as follows:

1. This year's after-tax profit results compared to the same period last year

Report Type	Profit after tax		Difference (1) - (2)	Increase/ decrease rate (%)
	Quarter II/2025 (1)	Quarter II/2024 (2)		
Financial report (Business performance report)	153.281.662.709	64.001.910.370	89.279.752.339	139,50%

Reason:

No.	Indicators	Quarter II/2025	Quarter II/2024	Difference	Increase, decrease rate %
1	2	3	4	5 = 3 - 4	6
1	Revenues from sales and services	1.609.647.595.686	941.203.950.814	668.443.644.872	71,0%
2	Revenue deductions	8.925.290.514	4.994.739.020	3.930.551.494	78,7%
3	Net revenues from sales and services	1.600.722.305.172	936.209.211.794	664.513.093.378	71,0%
4	Cost of goods sold	1.362.433.319.044	825.878.557.389	536.554.761.655	65,0%
5	Gross revenues from sales and services	238.288.986.128	110.330.654.405	127.958.331.723	116,0%
6	Revenue from financial activities	25.162.301.288	17.269.314.812	7.892.986.476	45,7%
7	Financial expenses	1.751.447.839	905.094.506	846.353.333	93,5%
8	Selling expenses	27.621.311.279	18.868.750.608	8.752.560.671	46,4%
9	General administrative expenses	41.995.357.147	27.531.524.274	14.463.832.873	52,5%
10	Net profits from operating activities	192.083.171.151	80.294.599.829	111.788.571.322	139,2%
11	Other income	367.313.899	17.748.149	349.565.750	1969,6%
12	Other expenses	568.967.890	1.741.421	567.226.469	32572,6%
13	Other profits	(201.653.991)	16.006.728	(217.660.719)	-1359,8%
14	Total net profit before tax	191.881.517.160	80.310.606.557	111.570.910.603	138,9%
15	Current corporate income tax expenses	38.599.854.451	16.308.696.187	22.291.158.264	136,7%
17	Profit after corporate income tax	153.281.662.709	64.001.910.370	89.279.752.339	139,5%

Accounting profit after corporate income tax in the second quarter of 2025 was VND 153,281 million, an increase of VND 89,279 million compared to the same period last year, equivalent to an increase of 139.5%, due to:

- Net revenue from sales and service provision this period increased by VND 664,513 million, equivalent to an increase of 71.0% compared to the same period last year. The increase in revenue was mainly due to the rise in sales volume and the average selling price this period compared to the same period last year (the average selling price this period was VND 16.24 million/ton, an increase of VND 3.56 million/ton compared to the same period last year; DAP consumption output increased by 2,666 tons, equivalent to an increase of 3.7% over the same period last year). In addition, this period recorded a significant increase in revenue from the sale of Ammonia compared to the same period last year (an increase of VND 362,137 million).

- Cost of goods sold this period increased by VND 536,554 million compared with the same period last year, equivalent to a 65.0% rise. The increase was driven by the higher sales volume analyzed above and by rising input material prices.

- Financial revenue this period increased by VND 7,893 million compared to the same period last year, mainly due to income from interest on term deposits at banks and foreign exchange rate differences.

- Financial expenses this period increased by VND 846 million, equivalent to a 93.5% rise compared to the same period last year. The increase in financial expenses was mainly due to losses from foreign exchange rate differences and payment discounts incurred during the period.

- Selling expenses this period increased by VND 8,752 million, equivalent to a 46.4% rise compared to the same period last year.

- General administrative expenses this period increased by VND 14,463 million, equivalent to a 52.5% rise compared to the same period last year.

Thus, in the second quarter of 2025, both revenue and expenses related to production and business activities increased compared to the same period last year. However, the rate of increase in revenue was higher than the rate of increase in expenses, resulting in an increase in both pre-tax and post-tax profit compared to the same period last year.

The above is the Company's explanation regarding the change of 10% or more in profit after corporate income tax in the second quarter of 2025 compared to the same period last year. We hereby confirm that the information disclosed above is true and we take full responsibility before the law for the content of the disclosed information.

Best regards!

Recipient:

- As above;
- Save KTTC.

LEGAL REPRESENTATIVE
GENERAL DIRECTOR ✓



[Signature]

Vu Van Bang