

VIETNAM OIL AND GAS GROUP
PETROVIETNAM CHEMICAL AND SERVICES
JOINT STOCK CORPORATION

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

Number: 117/PVChem-TCKT
Re: Explanation of profit after tax difference
Financial Statements Quarter IV/2024

Hanoi, January 23, 2025

To: Hanoi Stock Exchange

PetroVietnam Chemicals and Services Corporation - JSC (PVChem), stock code PVC, would like to explain the difference in Profit after Corporate Income Tax on the Financial Statement (FS) of the fourth quarter of 2024 as follows:

1. Separate Financial Statements

The after-tax profit for Q4/2024: -1,725,839,386 VND, an increase of 4,558,010,581 VND compared to Q4/2023: -6,283,849,967 VND.

Reason: In Q4/2023, a provision for inventory devaluation was recorded, increasing the cost of goods sold in the petrochemical products business segment. This led to a 3,266,327,866 VND increase in gross profit for Q4/2024 compared to the same period in 2023. Additionally, a reversal of the provision for investment devaluation in the subsidiary DMC Southern was recorded, amounting to 2,612,886,059 VND.

2. Consolidated Financial Statements

The after-tax profit for Q4/2024 amounted to VND 9,060,309,961, an increase of 11.74 times compared to Q4/2023.

Reason: In Q4/2023, PVChem had to set up a provision for inventory devaluation, leading to an increase in the cost of goods sold in the petrochemical products business segment, which resulted in a lower profit for Q4/2023. Additionally, PVChem implemented cost-cutting measures and optimized production processes, reducing product costs, particularly for G cement and chemicals supplied for Vietso's drilling campaigns. Consequently, the gross profit for Q4/2024 increased by VND 15,162,400,270 compared to the same period in 2023.

Best regards !

Recipient:

- As above;
- Board of Directors (e-copy for report)
- General Director (e-copy for report);
- Deputy General Director BT.Ngoc (e-copy for report)
- Authorized person to disclose information (to disclose information);
- Save: F&A Dep, document (Bangnx,03) .

On behalf of the General Director
Signed for the Chief Accountant
Deputy Head of Finance Department


Nguyễn Xuân Bang