

**VNSTEEL - THU DUC STEEL JOINT
STOCK COMPANY**

THE SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

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No.: 21...../CV-VKC

Ho Chi Minh City, January 15, 2026

V Re: *Explanation of Business Results*
Report for Q4/2025

To: HA NOI STOCK EXCHANGE

VNSTEEL – Thu Duc Steel Joint Stock Company (Stock code: TDS) hereby provides an explanation for the change of 10% in profit after tax between the Q4/2024 financial statements and the Q4/2025 financial statements, as detailed below:

No.	Indicator	Unit	Q4/2025	Q4/2024	Change (%)
1	2	3	4	5	6
	Net profit after tax	Billion VND	0.58	10.79	-94.62%

In the fourth quarter of 2025, net revenue increased by 61.64% compared to the same period in 2024, equivalent to an increase of VND 264 billion. Cost of goods sold increased by 65.29% year on year, corresponding to an increase of VND 267 billion. During Q4 2025, the sharp increase in key raw material costs caused the growth rate of cost of goods sold to be 3.65 percentage points higher than the growth rate of revenue, resulting in a decrease in gross profit of VND 2.4 billion compared to the same period in 2024.

In the fourth quarter of 2025, sales volume increased by 69.97% compared to the fourth quarter of 2024, as a result, selling expenses and administrative expenses during the period increased by 51.42%, equivalent to an increase of VND 5.74 billion compared to the same period. Financial income in Q4 2025 decreased by 78.07% year on year, corresponding to a decrease of VND 1.85 billion.

Although revenue in Q4 2025 increased compared to the same period in 2024, the sharp rise in input raw material costs increase correspondingly while selling prices did not, led to a narrowing of profit margins, consequently, profit after tax decreased by 94.62% (a reduction of VND 10.21 billion) compared to Q4 2024.

As a result, the Company recorded a profit after tax of VND 0.58 billion in the fourth quarter of 2025, which was lower than that of the fourth quarter of 2024.

Sincerely!

Recipients:

- Ha Noi Stock Exchange;
- Company's Finance and Accounting Department;
- Company Archives.



GENERAL DIRECTOR

Hoang Duc Hoa