

No.: **189** /GTTN-TCKT

Thai Nguyen, dated **12** March, 2026

*Regarding the explanation of the reasons for the
increase or decrease in profit in the audited
2025 financial statements.*

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.*

*Pursuant to the audited Financial Statements for the year ended 31 December 2025
audited by AASC Auditing Firm Company Limited;*

*Thai Nguyen Iron and Steel Joint Stock Corporation ("the Company") hereby provides
the following explanations:*

**1. Reasons for the increase or decrease in profit of more than 10% compared with
the same period of the previous year**

According to the Separate Financial Statements for the year 2025, profit after corporate
income tax amounted to VND 0.307 billion, representing an increase of VND 2.868 billion
compared with the same period of the previous year.

According to the Consolidated Financial Statements for the year 2025, profit after
corporate income tax amounted to VND 1.109 billion, representing an increase of VND 2.960
billion compared with the same period of the previous year.

Reasons:

Steel consumption volume increased by 17% compared with the same period of the
previous year.

Administrative expenses decreased mainly due to the reduction in land rental expenses.

Financial expenses decreased due to lower borrowing interest expenses.

2. Difference in profit after tax before and after audit of 5% or more

2.1 Profit after corporate income tax – Separate Financial Statements for 2025

Before audit (profit): VND 0.488 billion

After audit (profit): VND 0.307 billion

Difference (decrease in profit): VND 0.181 billion

Percentage: 37%

Reason: The mineral exploitation right fee and environmental restoration expenses
relating to Phan Me Coal Mine were previously under-accrued.



2.2 Profit after corporate income tax – Consolidated Financial Statements for 2025

Before audit (profit): VND 0.633 billion

After audit (profit): VND 1.109 billion

Difference (increase in profit): VND 0.476 billion

Percentage: 75%

Reason: The results before audit had not reflected retrospective adjustments following the tax inspection of a subsidiary.

3. Qualified opinion of the auditor

3.1 Thai Nguyen Iron and Steel Expansion Project – Phase 2

The Phase 2 Expansion Project of Thai Nguyen Iron and Steel Joint Stock Corporation (“the Project”) commenced in 2007 but has been suspended since 2013 due to various difficulties and obstacles.

Following the directions of the competent authorities, on 17 April 2025, TISCO and MCC signed the Agreement on Termination and Liquidation of Contract No. 01#EPC/TISCO-MCC.

Currently, TISCO is actively implementing the agreement by allocating personnel to work continuously and closely coordinating with relevant parties to implement the contents of the termination and liquidation agreement. These include the handover of project works, review and confirmation of the actual completed work status, submission to competent authorities for approval of the settlement for Part C, and proceeding with the termination and liquidation of the three-party subcontract agreements among TISCO, MCC and Vietnamese subcontractors.

3.2 Administrative Penalty Decision No. 1165/QĐ-XPHC

Regarding Administrative Penalty Decision No. 1165/QĐ-XPHC for incorrect declaration of environmental protection fees related to low-grade iron ore extracted from 2017 to 2024 at Tien Bo Iron Mine:

The Company has filed a lawsuit with the People’s Court of Region I – Thai Nguyen Province, and the case is currently in the conciliation stage.

Thai Nguyen Iron and Steel Joint Stock Company would like to explain the above contents to the State Securities Commission and Hanoi Stock Exchange. We look forward to your consideration.

Best regards.

Recipients:

- As above,
- Save VT, TCKT



GENERAL DIRECTOR



Nguyễn Minh Hạnh