

No: 51/TNS-TCKT
Re: Explanation of audit opinion
except for the semi-annual
financial statements of 2026

Phu My, August 10, 2026

To: HANOI STOCK EXCHANGE

- According to Circular 96/2020/TT-BTC dated November 16, 2020, on guidance on information disclosure on the stock market.
- According to Circular 68/2024/TT-BTC dated September 18, 2024, amending and supplementing several articles of the circulars regulating securities transactions on the securities trading system, clearing and settlement of securities transactions, activities of securities companies, and information disclosure on the stock market.
- Based on the semi-annual financial statements of 2026 of Thong Nhat Flat Steel Joint Stock Company (TNS) reviewed by AASC Auditing Company Limited.

TNS would like to explain the auditor's exceptions regarding the guarantee interest expense of Vietnam Steel Corporation - JSC (VNS), the late payment interest expense of Phu My Flat Steel Company Limited (PFS), and the overdue payables as of June 30, 2026, and the depreciation expense of fixed assets in the first 6 months of 2026:

- Due to the difficult financial situation, TNS has worked with VNS and PFS on the debt repayment plan and has not calculated interest on the outstanding debt in the financial statements for 2016, 2017, 2018, 2019, 2020, 2021, 2022, and 2023.
- Regarding the loans due for payment before June 30, 2026: due to TNS's still tough financial situation, TNS has repeatedly sent official dispatches to units to defer debt, reduce interest rates, and extend the repayment period. TNS is still trying to maintain the scheduled debt repayment.
- Regarding the estimation and recording of depreciation expenses in the first 6 months of 2026: the steel market situation continues to have unpredictable developments, so TNS has estimated and deducted depreciation expenses higher than 9.49 billion.

- Other issues:

In the financial report for the accounting period starting from January 1, 2026, to June 30, 2026, AASC Auditing Company Limited gave an exception opinion on the following issues:

1. The Company has not recorded the interest expense payable to Vietnam Steel Corporation - JSC and the late interest expense with Phu My Flat Steel Company Limited - Vnsteel.

2. Signs of the financial situation as of June 30, 2026, show the existence of a material uncertainty leading to significant doubt about the Company's ability to continue operating.

The other issues mentioned above have been explained in previous reports because these are issues that the auditor has only reiterated.

The above is TNS's explanation of the audited semi-annual financial statements for 2026.
Best regards ./.

Recipients:

- Hanoi Stock Exchange;
- Archive: VT, TCKT.

GENERAL DIRECTOR
(Signature, Seal)



Tô Ngọc Huy

**THONG NHAT FLAT STEEL
JOINT STOCK COMPANY**

**SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness**

No: **52**/TNS-TCKT
V/v: explanation of profit after
tax change of more than 10%
compared to the same period

Phu My, August 10, 2026

To: HANOI STOCK EXCHANGE

- According to Circular 96/2020/TT-BTC dated November 16, 2020, on guidance on information disclosure on the stock market.
- According to Circular 68/2024/TT-BTC dated September 18, 2024, amending and supplementing several articles of the circulars regulating securities transactions on the securities trading system, clearing and settlement of securities transactions, activities of securities companies, and information disclosure on the stock market.
- Based on the 2026 Semi-annual Financial Report of Thong Nhat Flat Steel Joint Stock Company (TNS), which has been reviewed by AASC Auditing Company Limited.

Thong Nhat Flat Steel Joint Stock Company (TNS) would like to explain the difference in Profit after tax, changing by more than 10% on the 2026 Semi-annual Income Statement compared to the 2025 Semi-annual Report as follows:

- The cold-rolled steel market in the first 6 months of 2026 still has unpredictable developments from geopolitical competition as well as the impact of tariff wars and trade defense of countries, causing trade tensions to escalate, leading to a 5% decrease in production output and a 10% decrease in consumption output, resulting in a decrease in revenue from sales of goods and rendering of services of 68 billion, equivalent to a 9% decrease, which causes gross profit to decrease by 11 billion, equivalent to a 44% decrease compared to the same period last year.

Above are the main reasons why TNS's after-tax profit in the first 6 months of 2026 differs by more than 10% compared to the same period.

Best regards ./.

Recipients:

- Hanoi Stock Exchange;
- Archive: VT, TCKT.

GENERAL DIRECTOR

(Signature, Seal)



Tô Ngọc Huy