

DANANG JOINT STOCK COMPANY OF BOOKS AND SCHOOL EQUIPMENT

Stock code: BED

Address: 76-78 Bach Dang Street, Hai Chau Ward, Da Nang City

EXPLANATION

**REGARDING THE DECREASE IN AFTER-TAX PROFIT FOR THE FIRST HALF OF 2026
COMPARED TO THE SAME PERIOD IN 2025**

**To: State Securities Commission of Vietnam
Hanoi Stock Exchange**

The Company's business performance for the first six months of 2026 recorded a profit after tax of VND 899,949,089, representing a decrease of 18.96%, equivalent to a decrease of VND 828,915,241 compared to the same period in 2025 (profit after tax for the first six months of 2025 was VND 1,728,864,330), due to the following reasons:

Regarding Revenue and Gross Profit:

Net revenue from the sale of goods and provision of services in the first six months of 2026 decreased by VND 1,564,039,850 compared to the same period in 2025, representing a decrease of 4.63%.

The product categories with increased revenue included stationery, cultural products, toys, and office leasing services.

The product categories with decreased revenue included textbooks, children's books, various types of storybooks, and printed products.

Revenue from retail activities at the Company's bookstores decreased compared to the same period of the previous year.

Revenue from wholesale sales of textbooks decreased significantly.

For the above reasons, gross profit for the first six months of 2026 decreased by VND 689,561,886 compared to the same period in 2025, representing a decrease of 8.03%.

Regarding Expenses:

Total selling expenses and general and administrative expenses for the first six months of 2026 increased by VND 492,086,903 compared to the same period in 2025, representing an increase of 7.48%.

The expense items that increased included materials, packaging, supplies, depreciation of fixed assets, electricity costs, salary expenses, and provision for decline in value of inventories.

The expense items that decreased included repairs, transportation, outsourced services, and others.

Financial income and other income in the first six months of 2026 increased by VND 105,005,125, equivalent to an increase of 45.9% compared to the same period in 2025, mainly due to interest income from term deposits.

The above are the explanations of the reasons for the decrease in the Company's profit after tax for the first six months of 2026 compared to the same period in 2025.

Respectfully submitted.

Da Nang, August 13, 2026

Prepared by



Recipients:

– As above

– Filed: Admin-Finance Department

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