



RAILWAY CONSTRUCTION
CORPORATION

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No: 512 /CTĐS-TCKT

Hanoi, September 18, 2025

(V/v: Explanation of difference in profit
after tax compared to the same period last year)

Dear : State Securities Commission;
Hanoi Stock Exchange.

Company name: The Railway Construction Corporation Joint Stock Company

Địa chỉ: No. 33, Lang Ha Street, O Cho Dua Ward, Hanoi

Stock code: RCC

Register for securities trading: UPCOM

The Railway Construction Corporation Joint Stock Company (RCC) provides an explanation for the differences in profit after tax compared to 2024 as presented in the reviewed parent company's financial statements and the reviewed consolidated interim financial statements for 2025, as follows:

1. Interim Separate Financial Statements:

(Unit: VND)

SEPARATE FINANCIAL STATEMENTS				
ITEMS		Six months of 2025	Six months of 2024	
- Revenue from sales of goods and		214,882,165,162	298,702,265,181	
- Gross profit from sales of goods and		215,265,732,400	269,945,812,659	
- Chi phí quản lý doanh nghiệp		(383,567,238)	28,756,452,522	
- Profit after corporate income tax		(31,063,768,342)	3,980,215,075	

Explain the reason: The profit after corporate income tax for the mid-term of 2025 was negative compared to the same period in 2024, mainly due to: a significant decrease in sales and service revenue (down 28% year-on-year); the cost of goods sold to revenue ratio increased (from 90% to 100%) as projects were in their final stages, leaving little remaining revenue while incurring substantial expenses; and the company has not yet obtained approval for price adjustments on certain projects. Consequently, gross profit turned negative compared to the same period, which was insufficient to cover the company's expenses.



2. Interim Consolidated Financial Statements:

(Unit: VND)

CONSOLIDATED FINANCIAL STATEMENTS			
ITEMS	Six months of 2025	Six months of 2024	
- Revenue from sales of goods and	228,739,088,900	313,994,069,132	
- Cost of goods sold and services rendered	225,460,541,979	278,378,869,362	
- Gross profit from sales of goods and	3,278,546,921	35,615,199,770	
- Profit after corporate income tax	(30,710,256,423)	2,567,484,529	

Explain the reason: The profit after corporate income tax for the mid-term of 2025 was negative compared to the same period in 2024, mainly due to: a sharp decline in sales and service revenue (down 27% year-on-year); an increase in the cost of goods sold to revenue ratio (from 89% to 99%) as projects entered their final stages, resulting in limited remaining revenue, higher expenses, and delays in obtaining approval for price adjustments on certain projects. Consequently, gross profit decreased compared to the same period, which was insufficient to cover the company's expenses.

Best regards!

LEGAL REPRESENTATIVE

General Director



Võ Văn Phúc

