

DAP - VINACHEM JOINT STOCK COMPANY**SOCIALIST REPUBLIC OF VIETNAM**No.: 188.../ GT- DAP**Independence - Freedom - Happiness**

Re: Explanation of the change in profit after tax in 2025
with a change of 10% or more compared with the same
period last year

*Hai Phong, March 06, 2026***To: HANOI STOCK EXCHANGE**

Company: DAP - VINACHEM Joint Stock Company (DDV)

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Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance on
guidance on information disclosure on the stock market.

Pursuant on the audited financial statements for 2025, DAP- VINACHEM Joint Stock Company
(stock code DDV) hereby explains the reasons for the change in profit after corporate income tax of
10% or more compared with the same period of the previous year as follows:

1. Profit after tax this year compared with the same period last year

Report Type	Net Profit after tax		Difference	Increase/ decrease rate (%)
	2025	2024		
Financial report	630,831,836,799	174,638,495,743	456,193,341,056	261.2%



2. Reason:

No	Target	2025	2024	Difference	Increase/decrease rate (%)
1	Sales and Service Revenue	5,651,994,006,900	3,392,023,440,273	2,259,970,566,627	66.6%
2	Revenue Deductions	28,316,934,507	26,795,943,441	1,520,991,066	5.7%
3	Net Sales and Service Revenue	5,623,677,072,393	3,365,227,496,832	2,258,449,575,561	67.1%
4	Cost of Goods Sold	4,684,068,543,781	2,994,065,374,737	1,690,003,169,044	56.4%
5	Gross Profit from Sales and Service Revenue	939,608,528,612	371,162,122,095	568,446,406,517	153.2%
6	Financial Revenue	87,550,833,842	49,563,858,756	37,986,975,086	76.6%
7	Financial Expenses	8,973,685,322	6,323,143,503	2,650,541,819	41.9%
8	Selling Expenses	95,847,743,119	88,184,259,562	7,663,483,557	8.7%
9	Administrative Expenses	133,055,464,455	107,554,898,815	25,500,565,640	23.7%
10	Net Operating Profit	789,282,469,558	218,663,678,971	570,618,790,587	261.0%
11	Other Income	1,832,003,373	1,201,237,177	630,766,196	52.5%
12	Other Expenses	577,704,757	462,048,565	115,656,192	25.0%
13	Other Profit	1,254,298,616	739,188,612	515,110,004	69.7%
14	Total Accounting Profit Before Tax	790,536,768,174	219,402,867,583	571,133,900,591	260.3%
15	Current Corporate Income Tax Expense	159,704,931,375	44,764,371,840	114,940,559,535	256.8%
17	Profit After Corporate Income Tax	630,831,836,799	174,638,495,743	456,193,341,056	261.2%

- Profit after corporate income tax this year reached VND 630,832 million, an increase of VND 456,193 million compared with the same period last year, equivalent to an increase of 261.2%, due to the following reasons:

- Revenue from sales and services increased by 66.6% due to higher sales volume and higher average selling prices compared with the same period last year (DAP sales volume increased by 7.1%, and the average selling price increased by 23.1% compared with the same period of 2024). In addition, in 2025 the Company generated revenue from chemical trading activities.

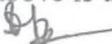
- Cost of goods sold in this period increased by 56.4% compared with the same period last year. The increase in cost of goods sold was mainly due to higher sales volume as analyzed above. However, the growth rate of cost of goods sold was lower than the growth rate of revenue; therefore, gross profit increased by 153.2% compared with the same period last year.

- Financial income increased by 76.6% compared with the same period last year, mainly due to higher interest income from bank deposits and foreign exchange differences.

- Financial expenses increased by 41.9% compared with the same period last year due to increased payment discounts and foreign exchange differences.

- Selling expenses increased by 8.7%, while administrative expenses increased by 23.7%.
- Other income increased by 52.5%, while other expenses increased by 25.0%, resulting in other profit increasing by 69.7%.
- Other expenses in this period decreased by 82.17% compared with the same period last year.

Therefore, in 2025, fertilizer prices in the global market increased and demand for fertilizers rose. The Company's production and business operations remained stable, and both revenue and expenses increased compared with the same period last year. However, as the growth rate of revenue was higher than the growth rate of expenses, profit after corporate income tax increased by VND 456,193 million, equivalent to an increase of 261.2% compared with the same period last year.

We hereby commit that the information disclosed above is true and accurate, and we take full responsibility before the law for the disclosed information. 

Respectfully!

Recipients:

- As above;
- Archive: Financial accountant.

