

**Kính gửi : STATE SECURITIES COMMISSION  
HANOI STOCK EXCHANGE**Company name: **Phu Bai Spinning Joint Stock Company**

Address: Phu Bai Industrial Zone, Phu Bai Ward, Hue City, Vietnam

Stock code: **SPB**Tax code: **3300352720**

In accordance with Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding information disclosure on the securities market, Phu Bai Spinning Joint Stock Company hereby explains the fluctuation in profit after tax between the Financial Statements for 2025 and 2024 as follows:

Indicator	Year 2025	Year 2024	Increase (+), Decrease (-)
Net profit after tax	21,935,562,373	15,156,130,798	+ 44,73 %

Compared to 2024, the Company's profit after tax in 2025 increased by 44.73%, equivalent to an increase of VND 6,779,431,575, mainly due to the following reasons:

- In 2025, although revenue decreased in the context of a sluggish yarn market, especially in the last period of the year, together with a decrease in production output due to the Company carrying out replacement and upgrading of machinery and equipment, the Company proactively restructured its production activities and adjusted its order portfolio towards prioritizing efficiency. As a result, the gross profit margin improved significantly. The cost of goods sold decreased at a higher rate than the decrease in revenue, showing the positive impact from the downward trend of input material prices, and at the same time reflecting effectiveness in cost control and optimization of production operations.

- In addition, selling expenses were strictly controlled, contributing to supporting profit growth. However, the Company still faced pressure from increased financial expenses, especially interest expenses, along with the upward trend of administrative expenses during the period.

- In general, profit growth in the year mainly came from the improvement in the efficiency of core operations, thereby improving the quality of profit.



The above is the explanation of the fluctuation in profit after tax between the Financial Statements for 2025 and 2024 of Phu Bai Spinning Joint Stock Company.

Respectfully,

VICE GENERAL DIRECTOR

Recipients:

-As above

-Archive: Accounting Dept., Admin Dept.



**Lê Thị Quê Hương**

