

VIETNAM STEEL CORPORATION - JSC
THAI NGUYEN IRON & STEEL JSC

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No.: **593** /GTTN-TCKT

Thai Nguyen, July **16**, 2026

Re: Explanation of factors causing fluctuations in
profit in the Financial Statements for QII 2026

Respectfully to: State Securities Commission
Hanoi Stock Exchange.

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

Pursuant to the financial statements of Thai Nguyen Iron and Steel Joint Stock Corporation for the second quarter of 2026.

Thai Nguyen Iron and Steel Joint Stock Corporation hereby provides the following explanation:

Explanation of changes in profit of 10% or more compared with the corresponding period of the previous year

Profit after corporate income tax in the separate financial statements for the second quarter of 2026 decreased by VND 6.173 billion compared with the corresponding period of the previous year. Profit after corporate income tax in the consolidated financial statements for the second quarter of 2026 decreased by VND 6.299 billion compared with the corresponding period of the previous year. The principal reasons are as follows:

- Sales volume decreased by 34,010 tonnes, representing a decrease of 14% compared with the corresponding period of the previous year.
- Selling expenses increased mainly due to higher transportation costs resulting from increased fuel prices. In addition, the Company accrued expenses for the 2026 Customer Conference.
- Administrative expenses increased mainly due to higher employee-related costs.
- Finance costs increased due to higher interest rates on short-term bank borrowings.
- Other income decreased by VND 10.7 billion compared with the corresponding period of the previous year, mainly because the Company recognised a 30% reduction in land rental expense relating to 2024 in 2025.

Thai Nguyen Iron and Steel Joint Stock Corporation respectfully submits this explanation to the State Securities Commission of Vietnam and the Hanoi Stock Exchange for your consideration.

We respectfully request your consideration.

Sincerely,

Recipients:

- As above;
- Save: VT, TCKT.



GENERAL DIRECTOR

Nguyen Minh Hanh