

## RAILWAY CONSTRUCTION CORPORATION

SOCIALIST REPUBLIC OF VIETNAM Independence - Freedom - Happiness

Hanoi, September 18, 2025

No: 512 /CTDS-TCKT

(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

Dia chi: No. 33, Lang Ha Street, O Cho Dua Ward, Hanoi

Stock code: RCC

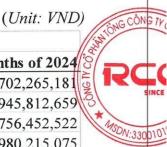
Register for securities trading: UPCOM

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:

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

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 STATEM	ENTS	
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 Dierector

Vo Van Phuc

