VIETNAM VETERINARY PRODUCTS JOINT STOCK COMPANY (VINAVETCO)
No: 32 -2026 /BC -VNY
Re: Explanation of profit variance in the consolidated financial statements

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom – Happiness

Hanoi, July 25, 2026

REPORT ON PROFIT DIFFERENCE EXPLANATION
CONSOLIDATED FINANCIAL STATEMENT FOR THE SECOND QUARTER OF 2026

To:- **State Securities Commission of Vietnam (SSC)**
- Hanoi Stock Exchange (HNX)

Company Name: Central Vietnam veterinary Products Joint stock company I
Head Office Address: No. 88 Truong Chinh Street, Kim Lien Ward, Hanoi City
Phone Number: 02438691262 - **Fax:** 02438691263
Stock Code: VNY

Pursuant to Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance guiding the disclosure of information on the securities market, Central Vietnam veterinary Products Joint stock company I has published its consolidated financial statements for the second quarter of 2026. The Company hereby provides the following explanation of profit variation:

Item	**Code**	Profit after tax in the consolidated financial statements for Second Quarter of 2026 (VNĐ)	Profit after tax in the consolidated financial statements for Second Quarter of 2025 (VNĐ)	**Difference** (VNĐ)	**Percentage Increase/Decrease (%)**
1	2	3	4	5= 4-3	6=5/4
Net profit after tax	60	1.319.426.307	2.501.203.930	1.181.777.623	47,25 %

1. Variance in profit after corporate income tax

According to the Consolidated Statement of Income, profit after corporate income tax for the second quarter of 2026 was VND 1,319,426,307, representing a decrease of VND 1,181,777,623, or 47.25%, compared to the corresponding period of 2025, when profit after corporate income tax amounted to VND 2,501,203,930.

2. Reasons for the Change in Profit After Corporate Income Tax

2.1. Factors positively affecting the Company's operating results

Compared with the corresponding period of 2025, although the Company's profit after corporate income tax declined, its operating results during the second quarter of 2026 were positively affected by the following factors:

- **Revenue from sales of goods and rendering of services:** Consolidated revenue for the second quarter of 2026 amounted to VND 44,109,897,093, an increase of VND 16,713,590,025, or 61.01%, compared to the corresponding period of 2025. The increase was primarily attributable to higher sales volume and revenue generated by the Company's subsidiary compared to the same period of the previous year.

- **Revenue deductions:** Revenue deductions amounted to VND 2,209,284,070 in the second quarter of 2026, an increase of VND 926,907,607, or 72.28%, from VND 1,282,376,463 in the corresponding period of 2025.

- **Cost of goods sold:** Cost of goods sold increased by VND 15,267,703,572, from VND 20,496,217,461 to VND 35,763,921,033, representing an increase of 74.49% compared to the corresponding period of 2025. As the growth rate of cost of goods sold exceeded that of revenue, gross profit increased by only VND 518,978,846, or 9.24%, compared to the same period last year. The increase in cost of goods sold was mainly attributable to higher sales revenue. In addition, during the second quarter of 2026, the Company recognized an allowance for inventory devaluation amounting to VND 4,993,418,233, which caused the growth rate of cost of goods sold to outpace the growth rate of revenue.

- **Financial income:** Financial income increased by VND 254,526,846, from VND 126,473,344 to VND 381,000,190, representing an increase of 201.25% compared to the corresponding period of 2025. The increase was mainly attributable to higher interest income from bank deposits during the period.

- **Finance costs:** Finance costs decreased by VND 176,626,324, from VND 329,473,669 to VND 152,847,345, representing a decrease of 53.61% compared to the corresponding period of 2025. This was mainly due to a reduction in realized foreign exchange losses during the period.

- **Selling expenses:** Selling expenses amounted to VND 2,242,743,309 in the second quarter of 2026, a decrease of VND 126,247,368, or 5.53%, from VND 2,368,990,677 in the corresponding period of 2025. This decrease resulted from the Company's continued efforts to effectively control selling expenses.

- **Administrative expenses:** Administrative expenses decreased by VND 35,465,473, from VND 2,537,009,701 to VND 2,501,544,228, representing a decrease of 1.40% compared to the corresponding period of 2025. The decrease was attributable to the Company's continued effective control over operating expenses.

As a result of the above factors, profit from operating activities for the second quarter of 2026 amounted to VND 1,620,557,298, an increase of VND 1,111,844,857, or 218.56%, compared to the corresponding period of 2025.

- **Other income:** Other income amounted to only VND 55,811,845, a decrease of VND 2,604,702,801, or 97.90%, compared to the corresponding period of 2025.

- **Other profit:** Other profit for the second quarter of 2026 decreased from VND 2,626,503,288 to VND 33,983,907, representing a decrease of VND 2,592,519,381, or 98.71%, compared to the corresponding period of 2025. During the second quarter of 2025, the Company recognized technical support income from a supplier amounting to VND 2,660,465,239. No similar income was recognized in the second quarter of 2026. This was the primary reason for the decreases in profit before corporate income tax and profit after corporate income tax in the second quarter of 2026 compared with the corresponding period of the previous year.

2.2. Current corporate income tax expense

Current corporate income tax expense for the second quarter of 2026 amounted to VND 335,273,828, a decrease of VND 298,737,971, or 47.14%, from VND 634,011,799 in the corresponding period of 2025. The decrease was primarily due to the lower taxable profit, which was in line with the decrease in profit before corporate income tax.

3. Conclusion

Despite the positive developments in the Company's operating activities during the second quarter of 2026, with net revenue increasing by 60.45% and profit from operating activities increasing by 218.56% compared to the corresponding period of the previous year, the Company recognized technical support income from a supplier amounting to VND 2,660,465,239 in the second quarter of 2025, whereas no similar income was recognized in the second quarter of 2026. Consequently, other profit decreased by VND 2,592,519,381. As a result, consolidated profit after corporate income tax for the second quarter of 2026 amounted to VND 1,319,426,307, a decrease of VND 1,181,777,623, or 47.25%, compared to the corresponding period of the previous year.

The above is the Company's explanation of the factors contributing to the change in profit for the second quarter of 2026 compared to the corresponding period of 2025, as presented in the Consolidated Financial Statements for the second quarter of 2026 of Central Vietnam veterinary Products Joint stock company I

The Company Vietnam veterinary Products Joint stock company No.1 respectfully submits this report to the State Securities Commission of Vietnam and the Hanoi Stock Exchange for acknowledgment in accordance with the regulations.

For and on behalf of the Board of Directors,

Chairman of the Board of Directors

M.S.D.N: 0100102326-C.T.C.P
CÔNG TY CỔ PHẦN THUỐC THÚ Y TRUNG ƯƠNG I
THÀNH PHỐ HÀ NỘI

NGUYEN ANH TUAN

Yours sincerely,

Recipients:
- As above
- Board of Directors
- Archives

CÔNG TY CỔ PHẦN THUỐC THÚ Y TRUNG ƯƠNG I

Digitally signed by CÔNG TY CỔ PHẦN THUỐC THÚ Y TRUNG ƯƠNG I
DN: C=VN, S=Hà Nội, CN=CÔNG TY CỔ PHẦN THUỐC THÚ Y TRUNG ƯƠNG I, OID.0.9.2342.19200300.100.1.1=MST:0100102326
Reason: I am the author of this document
Location:
Date: 2026.07.28 12:56:58+07'00'
Foxit PDF Reader Version: 2025.1.0