

No:10/HĐQT-DMC

Cao Lanh City, 29th March 2022

**To: STATE OF SECURITIES COMMISSION OF VIETNAM (SSC)
HO CHI MINH STOCK EXCHANGE (HOSE)
SHAREHOLDERS**

“Regarding the fluctuation of profit after tax in 2021, reduced by 11,3% compared to 2020”

Based on Circular No.96/2020/TT-BTC dated 16/11/2020 of the Ministry of Finance, which regulates the information disclosure on the stock market.

DOMESCO Medical Import-Export JSC (Stock code: DMC) would like to clarify the fluctuation of profit after tax in 2021, which reduced by over 11,3% compared to 2020:

1. 2021 actual performance compares to 2020

Unit: Billion

Items	2021	2020	Variance	%
Net revenue	1.498,4	1.452,0	46,4	3,2%
Profit after tax	159,3	179,5	20,3	-11,3%

2. Reasons:

Profit after tax in 2021 decreased by 11,3% compared to 2020, due to:

- + Revenue increased by 3,2% over the same period last year thanks to the Company's efforts to research and launch COVID-19 prevention and treatment products, which offset the revenue lost due to the social distancing period. However, under the prolonged impact of Covid-19, the supply chain was disrupted, increasing the cost of raw materials and transportation costs, increasing the cost of goods sold.
- + In addition, the Company has complied with epidemic prevention and control measures to ensure safety in production and business and ensure the rights of employees during the epidemic period, leading to reduced labor efficiency, increased costs.
- + To stabilize the medicine supplies under health insurance, the company maintains the supply of medicines at the 2020 bid price for hospitals in the situation of the cost of capital increased, greatly affecting the company's profit margin.

The above are the main reasons for the decrease in revenue and profit after tax in 2021 compared to 2020.

DOMESCO Medical Import-Export JSC kindly reports to SSC, HOSE, and Shareholders to notify.

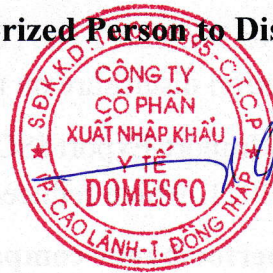
Best regards,

DOMESCO MEDICAL IMPORT-EXPORT JSC

Authorized Person to Disclose Information

*** To:**

- As above;
- Saved.



Lương Thị Hương Giang