

No: 22 /COMA-TCKH

Hanoi, January 23rd, 2025

Re: Explanation for changes in corporate income tax after-tax profit in Q4 2024 FS exceeding 10% compared to the same period of the previous year; after-tax profit in the reporting period showing a gain; and transition from a loss in the previous period to a gain in this period.

To: Hanoi Stock Exchange

Construction Machinery Corporation - JSC would like to explain the reasons for the changes in corporate income tax after-tax profit in the business results report for Q4 2024, which exceeded 10% compared to Q4 2023, showing a gain in the reporting period and transitioning from a loss in the previous period to a gain in this period as recorded in the Combined FS and Consolidated FS as follows::

Report Type	Indicator	Reporting Period		Difference	Percentage Change (%)
		Q4/2024	Q4/2023		
Combined Financial Statement	After-tax profit	25.627.252.718	1.831.948.089	23.795.304.629	1298,91%
Consolidated Financial Statement	After-tax profit	25.537.057.047	(18.693.764.341)	44.230.821.388	(236,61%)
	Parent Company's After-Tax Profit	25.518.347.353	(11.028.503.922)	36.546.851.275	(331,39%)

1. Combined Financial Statements Profit of VND 25,627,252,718 VND

In Q4 2024, the Corporation divested and transferred shares from one subsidiary and two other investment entities. It completed final settlements for several outstanding projects, strengthened efforts to explore job opportunities, and expanded its business and service operations. Additionally, the Corporation categorized receivables, worked with clients to recover outstanding debts, reversed provisions, and balanced capital to meet state budget obligations. As a result, late tax payment penalties were reduced, offsetting part of the interest and management expenses.

During the year, the Corporation accounted for and finalized the Skylight building project in accordance with Resolution No. 03/NQ-HĐQT dated February 26, 2024, approving the finalization of the completed investment construction project for the

"Skylight High-End Residential Area"; Resolution No. 04/NQ-HĐQT dated February 26, 2024, approving agreements between Construction Machinery Corporation - JSC and Minh Khai Lock JSC regarding the "Skylight High-End Residential Area" project; and Resolution No. 40/NQ-HĐQT dated November 25, 2024, adjusting the finalization of the completed investment construction project for the "Skylight High-End Residential Area

For these reasons, the corporate income tax after-tax profit in the business performance report for Q4 2024, as reflected in the Combined Financial Statements, showed a gain and increased of 10% or more compared to the Q4 2023 financial statement.

2. The after-tax profit in the Consolidated Financial Statements showed a gain of: 25,537,057,047 VND due to the following reasons:

In Q4 2024, the after-tax profit in the income statement of the parent company and four (04) subsidiaries showed gains. The parent company recorded significant profit primarily due to the divestment and transfer of shares in three subsidiaries, yielding a profit of VND 19.1 billion. Additionally, COMAEL JSC (a subsidiary) reported high after-tax profits, which helped offset the losses of the remaining two (03) subsidiaries..

With the above circumstances, the after-tax profit in the income statement for Q4 2024 showed a gain, increased by 10% or more compared to the Q4 2023 report, and transitioned from a loss in the previous period to a gain in this period, as reflected in the Consolidated Financial Statements.

Construction Machinery Corporation respectfully submits this explanation to the Hanoi Stock Exchange.

Sincerely!

Recipients:

- As above;
- Board of Directors (for reporting));
- Supervisory Board;
- Corporation Management;
- Archive: Office, Finance Department.



Đào Đức Thọ