

**HA GIANG MINERAL AND MECHANICS
JOINT STOCK COMPANY**

THE SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom – Happiness

No. 03/GT – HGM

Ha Giang, March 06, 2025

*"Explanation of the variance in profit after
corporate income tax between 2024 and 2023."*

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

1. Company name: Ha Giang Mineral and Mechanics Joint Stock Company.
2. Stock code: HGM
3. Headquarter: No. 390, Nguyen Trai Street, Ha Giang City, Ha Giang Province.
4. Telephone: 02193 866 708 - Fax: 02193 867 068 - Web: www.hgm.vn

Pursuant to Circular no.96/2020/TT-BTC, dated November 16,2020 of the Ministry of Finance on guiding the disclosure of information on the stock market.

Pursuant to the Audited Financial Statement as of December 31, 2024 made on March 03, 2025.

The Ha Giang Mineral and Mechanics Joint Stock Company (HGM) provides the following explanation regarding the fluctuations in profit after corporate income tax between 2024 and 2023 as follows:

No.	Item	2024	2023	% increase/ decrease
1	Revenue from sales	370,448,864,861	175,681,807,310	110.8%
2	Financial expenses	(11,072,969,232)	1,187,757,606	832.3%
3	Profit after corporate income tax	183,155,715,371	54,565,177,391	235.6%

*** The main reason for the sharp increase in profit after corporate income tax in 2024, rising by 235.6% compared to the profit after corporate income tax in 2023, is as follows:**

1. Revenue from sales in 2024 increased by 110.8% over the same period last year due to a 15% increase in product consumption and an 83.3% increase in product selling prices over the same period in 2023.

2. In 2024, the Company reversed the provision for financial investment at Cao Bang Cast Iron and Steel Joint Stock Company (CBI) according to Circular no.24/2022/TT-BTC dated April 7, 2022.

For the above reasons, the profit after corporate income tax in 2024 increased by 235.6% compared to the profit after corporate income tax in 2023.

3. Other activities of the company during the year went on normally.

Therefore, Ha Giang Mineral and Mechanics Joint Stock Company explained to the State Securities Commission and the Hanoi Stock Exchange to clarify./.

Recipient:

- SSC, HNX;
- Save: Company.

