

VIETNAM TEXTILE AND GARMENT GROUP
**HUE TEXTILE GARMENT JOINT
STOCK COMPANY**

THE SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom – Happiness

No.: 371/CBTT-DMH
*About the explanation of the alteration in
profit after tax in 2024.*

Hue, March 17th 2025

To: - The State Securities Commission of Vietnam
- Ha Noi Stock Exchange

Pursuant to Circular No. 96/2020/TT-BTC dated 16th November 2020 of the Ministry of Finance guiding the disclosure of information on the securities market, Hue Textile Garment Joint Stock Company would like to explain the change in profit after tax between the 2024 and 2023 financial statements audited by KPMG Limited Liability Company as follows:

1) Change in profit after tax in 2024 compared to the same period in 2023:

Indicator	Year 2024 (Audited)	Year 2023 (Audited)	Increase (+)/Decrease (-)
Profit after tax	109,403,064,645	95,499,094,548	14.56%

2) Reason:

Compared to 2023, the Company's profit after tax in 2024 increased by 14.56%. In 2024, the Company's Yarn segment recovered with a profit of 13.6 billion VND, an increase of 53 billion VND compared to 2023. Specifically:

- The demand for Yarn segment products has recovered, reflected in a 13% increase in the Company's Yarn product sales. In 2024, the company's yarn segment oriented to shift its focus from the European market to the Asian market (such as Japan, South Korea, and local export) in the context of declining demand in EU countries. The Company selects effective orders despite small quantities, focusing on developing high-quality, high-value customer. Besides, the Yarn segment made efforts to reduce yarn processing costs; the ratio of cost of goods sold to net revenue in 2024 of the Yarn segment was 92%, while this ratio in 2023 was 101%.

- The Company's financial activities were also more effective as the Company actively used appropriate financial instruments to mitigate the impact of exchange rate fluctuations. The Company's profit from financial activities reached 1.83 billion, an increase of 4.76 billion compared to 2023 (2023: the Company's loss from financial activities was -2.93 billion VND).

Above is the explanation for the change in profit after tax between the audited 2024 financial statements and 2023 of Hue Textile Garment Joint Stock Company.

Respectfully,

Recipients:

-As above;
-Save documents,
BOD.

GENERAL DIRECTOR



Nguyễn Hồng Liên

NS-M20 (00-01-01-2016)