

**VietDuc Welding Electrode Joint
Stock Company**

No. *15.7* / CV-TCKT
(Regarding: Explanation of Profit
for the Year 2025")

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

Hanoi, March 23, 2026

To:

- The State Securities Commission of Vietnam.
- Hanoi Stock Exchange.

In accordance with Circular No. 96/2020/TT-BTC dated November 16, 2020, of the Minister of Finance, issued by the Ministry of Finance, providing guidance on information disclosure in the securities market.

Viet Duc Electric Welding Rod Joint Stock Company would like to provide an explanation regarding the business performance in 2025 compared to 2024 as follows.

In 2025, the total production and sales volume increased significantly compared to 2024, with production rising by 23% and sales by 20%. In terms of product structure, the high-margin product group remained stable and experienced steady growth throughout the period. Regarding selling prices, the average selling price of both welding rods and welding wires increased slightly. The cost of major raw materials, particularly steel and FerroMG, showed a declining trend. On the production side, the company focused on investing in and implementing measures to improve labor productivity, save raw materials, and enhance product quality to reduce costs, resulting in a decrease in cost of goods sold by approximately 2%. Both general administrative expenses and selling expenses per unit of product also decreased on average.

The combination of the factors mentioned above led to a significant increase in profit in 2025 compared to 2024. In fact, the after-tax profit in 2025 reached VND 24,383 billion, an increase of VND 10,901 billion compared to 2024 (which was VND 13,482 billion).

The Company respectfully reports this to the Commission, the Exchange, and our esteemed investors for your information.

Best regards!

VIET DUC WELDING ELECTRODE JOINT STOCK COMPANY *PC*

Director of Company



GIÁM ĐỐC

Nguyễn Huy Tiên

Recipients:

- Save as above
- Save