

Re: Explanation related to the Company's self-prepared Q4/2024 financial statements

Haiphong, 25<sup>th</sup> January 2025

Respectfully submitted to:

- State Securities Commission of Vietnam;
- Hochiminh Stock Exchange (HOSE).

Pursuant to the guidance in Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance - Periodic information disclosure of listed organizations, HHP GLOBAL Joint Stock Company (*formerly known as Hoang Ha Hai Phong Paper Joint Stock Company - Stock code: HHP*) would like to explain the fact that the profit after tax in the Financial Report of Q4/2024 changed (*increased*) by more than 10% compared to the same period in 2023, specifically as follows:

**The profit after tax of the Company in the 04<sup>th</sup> Quarter of 2024 compared to the same period in 2023**



Indicator	Unit	04 <sup>th</sup> Quarter/2024	04 <sup>th</sup> Quarter /2023	Differences +-(%)	Note
Profit after tax at Parent Company	Dong	1.060.177.276	(3.795.696.800)	127,93%	Profit after tax of production and business activities in the period
Profit after tax at Consolidated Company	Dong	4.665.427.576	(1.123.059.052)	515,42%	Including profit after tax distributed from subsidiaries according to the equity consolidation method

At the parent company: Net profit (profit after tax) in Q4/2024 increased by VND 4.855.864.076 equivalent to 127.93% compared to the same period in 2023 due to the following main reasons:

All revenues generated in the 04<sup>th</sup> Quarter of 2024 at the parent company come solely from trade activities as the Haiphong HHP Paper Factory is still in the trial operation process, all revenues from semi-finished products has not been accounted for and recorded under the revenue indicators according to the guidance in Circular 200/2014/TT-BTC issued by the Ministry of Finance. Therefore, the Company has made efforts to increase

trade revenue to compensate for this production revenue. As the result, in Q4/2024, revenue increased by 113 billion VND, equivalent to 47.75% compared to the same period in 2023. The company has also sought various solutions to adjust business items and reduce the ratio of cost of goods sold/revenue (0.88%), reduce the ratio of business management expenses (0.96%). Consequently, the after-tax profit of the parent company has increased significantly compared to the same period.

At the Company after consolidation, the profit after tax in the Q4/2024 increased by VND 5.788.486.628, equivalent to 515.42% compared to the same period in 2023, mainly due to the increase in the profit after tax of the parent company as mentioned above, in addition to the arising of the profit after tax distributed by 3C Pro Investment Joint Stock Company, HHP Green Energy Joint Stock Company.

Therefore, HHP GLOBAL Joint Stock Company would like to explain the main reason leading to the profit after tax in the parent company's self-prepared financial statements and the consolidated financial statements in the Q4/2024 increasing by more than 10% compared to the same period in 2023 as stated above for the Securities Commission of Vietnam and State Securities Commission and Hochiminh Stock Exchange (HOSE) to be informed.

Best regards,

**Recipients:**

- As submitted to;
- Disclosed information as per regulations;
- Archive: Finance – Accounting  
Department, HR & Administration.

GENERAL DIRECTOR



**Trần Thị Thu Phương**