

FECON CORPORATION**SOCIALIST REPUBLIC OF VIETNAM
INDEPENDENCE – FREEDOM – HAPPINESS**

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No: 173/2025/CV-TCKT.FECON

Ha Noi, March 31, 2025

*V/v: Explanation of the profit discrepancy
in the audited 2024 financial statements*

To: - **STATE SECURITIES COMMISSION OF VIETNAM**
- **HOCHIMINH STOCK EXCHANGE**
- **SHAREHOLDERS AND INVESTORS**

Company Name : FECON CORPORATION

Head Office : 15th Floor, CEO Tower, Lot HH2-1, Me Tri Ha Urban Area, Pham Hung Street, Me Tri Ward, Nam Tu Liem District, Hanoi, Vietnam.

Stock Code : FCN

FECON CORPORATION (“**FECON**”) hereby submits an explanation regarding the discrepancy in the "Net profit after corporate income tax" item in the audited 2024 consolidated and parent company financial statements as follows:

Indicator	2024 (Audited)	2023 (Audited)	Change (2024 vs 2023)	
			Variance (VND)	Percentage Change (%)
Profit After Tax (Parent Company)	6.638.700.647	12.695.623.697	(6.056.923.050)	(47,71)
Profit After Tax (Consolidated)	30.070.564.322	(42.089.215.119)	72.159.779.441	171,44

The net profit after corporate income tax of the parent company decreased by VND 6,06 billion, equivalent to a decrease of 47,71% compared to the same period in 2023. The primary reasons are as follows:

- **Gross profit decline:** The parent company's gross profit for the period decreased by VND 43,99 billion, equivalent to a 19,89% reduction. The primary reason was the intense competition in the construction market; the company prioritized selecting projects with strong capital sources and cash flows, despite lower prices and gross profit margins.
- **Increase in administrative expenses:** The parent company's administrative expenses increased by VND 8,68 billion, equivalent to a 10,31% rise compared to the same period. The primary reason was the company's recruitment of additional personnel to meet the demands of new project implementation.

The consolidated net profit after corporate income tax amounted to VND 30,07 billion, marking an increase of VND 72,16 billion compared to the same period last year, when the company recorded a loss of VND 42,09 billion. The primary reasons are as follows:

- **Financial income:** Consolidated financial revenue increased significantly by VND 62,33 billion during the period, mainly due to the company's profit from investment activities in Q4/2024.
- **Additionally,** in 2024, the company recognized approximately VND 4,3 billion in profits from its associated company (FECON Hoa Yen Joint Stock Company)

Yours sincerely!

Recipients:

- As addressed above;
- Internal archives: Finance & Accounting Department, Office.

COMPANY REPRESENTATIVE
Chairman of the Board of Directors



Pham Viet Khoa

