



CENTRAL PHARMACEUTICAL CPC1.JSC

No:145/CPC1-TCKT.

SOCIALIST REPUBLIC OF VIETNAM

Independence – Freedom – Happiness

Ref: Explanation regarding the profit after tax in financial statements of Quarter 4/2024 changing by 10% or more compared to Quarter 4/2023

Hanoi, 20 January 2025

**To: - State Securities Commission of Vietnam  
- Hanoi Stock Exchange**

According to the Ministry of Finance's Circular 96/2020/TT-BTC, dated 16 November 2020, on guidance on information disclosure on the stock market.

According to the financial statements of Quarter 4/2024 and Quarter 4/2023 prepared by the Company, the Company's business results are as follows:

+ Profit after tax of Quarter 4/2024: 25.9 billion VND

+ Profit after tax of Quarter 4/2023: 32.6 billion VND

**The difference in profit after tax in Quarter 4/2024 compared to Quarter 4/2023: VND 6.7 billion, equivalent to a decrease of 20.6%.**

• **Main reasons for the decrease:**

Revenue in Quarter 4/2024 decreased by 96.6 billion VND, equivalent to 15.5% compared to Quarter 4/2023. Accordingly, the Company's gross profit from sales and service provision in Quarter 4/2024 decreased by 3.5 billion VND, equivalent to 3.8% compared to Quarter 4/2023.

- Financial income in Quarter 4/2024 was 6.7 billion VND, an increase of 2.2 billion VND compared to the same period in 2023, equivalent to a rise of 48.5%. Financial expenses in Quarter 4/2024 decreased by 3.7 billion VND, equivalent to 21.3% compared to Quarter 4/2023, mainly due to profit and loss from exchange rate differences when making payments to suppliers and reassessing debts with principal balance in foreign currency at the end of the period.

- Selling expenses in Quarter 4/2024 were 33.6 billion VND, an increase of 1.2 billion VND, equivalent to 3.6%, compared to the same period in 2023, which was 32.4 billion VND. This increase was mainly due to electricity bills and increased asset depreciation.

- Administration expenses in Quarter 4/2024 were 10.2 billion VND, an increase of 5.1 billion VND, equivalent to 99.3% compared to the same period in 2023, which was 5.1 billion VND. The main reason for this increase is due to irregular accounting of land rent costs (land rent for Quarter 2/2023 is recorded in Quarter 3/2023 and land rent for Quarter 2/2024 is recorded in Quarter 4/2024 due to the State's adjustment to land rent costs). This increased by 3.5 billion VND, while year-end gift expenses increased by 1.6 billion VND.

- Deferred corporate income tax expense in Quarter 4/2024 was 1.3 billion VND, a decrease of 2.6 billion VND compared to Quarter 4/2023, due to the reversal of provisions that have excluded expenses before calculating corporate income tax.



Combining the above reasons, profit after tax of Quarter 4/2024 decreased by 20.6% compared to Quarter 4/2023.

Above is Central Pharmaceutical CPC1. JSC's explanation about the profit after tax of Quarter 4/2024 in the financial statements changing by 10% or more compared to Quarter 4/2023.

**Recipient:**

- As above.
- Archives VT, TCKT, TCHC

**ACTING GENERAL DIRECTOR**



**Ta Van Dung**

