

VIETNAM OIL AND GAS GROUP  
PETROVIETNAM OIL CORPORATION

SOCIALIST REPUBLIC OF VIETNAM  
Independence – Freedom - Happiness

No.: **736** /DVN-TCKT

Ho Chi Minh City, **24** January, 2025

Ref: Explanation of profits on the separate and consolidated Financial Statements as of December 31, 2024.

To:

- The State Securities Commission
- Hanoi Stock Exchange

Based on Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding the disclosure of information on the securities market;

Based on the separate and consolidated Financial Statements as of December 31, 2024, PetroVietnam Oil Corporation (PVOIL – stock code: OIL) provides the following explanation for the profit after tax figures in the 4<sup>th</sup> Quarter of 2024 on the separate and consolidated Financial Statements, which have transitioned from a loss in the same period of the prior year to a profit for the current period as follows:

Items	Current period	Previous period	Increase/Decrease
	4 <sup>th</sup> Quarter of 2024 VND	4 <sup>th</sup> Quarter of 2023 VND	2024/2023 VND
Profit after tax of the Holding company	78,840,272,690	(60,004,619,665)	138,844,892,355
Consolidated profit after tax	91,094,645,588	(42,722,587,337)	133,817,232,926

### 1. On the Separate Financial Statements:

The average crude oil price in the 4<sup>th</sup> Quarter of 2024 increased by approximately USD 5.13/barrel (equivalent to a 6% rise compared to the 3<sup>rd</sup> Quarter of 2024), aligning with fluctuations in global oil prices. Retail petroleum prices in the domestic market were also adjusted by the State, increasing by 2.4% for gasoline and 7% for diesel.

However, during the 4<sup>th</sup> Quarter of 2023, crude oil prices continuously declined. Specifically, the Brent oil price, which reached the peak on September 27, 2023 (~USD 98/barrel), dropped to an average of USD 73/barrel by December, marking a decrease of approximately USD 25/barrel or 26%, consistent with global oil price trends. Despite adjustments using the Price Stabilization Fund, domestic retail prices for gasoline and diesel were reduced by 11% and 16%, respectively.



*Handwritten signature*

This is the main reason for the significant increase in gross profit during the 4<sup>th</sup> Quarter of 2024 compared to the same period in 2023, leading to a profit after tax of VND 78,840,272,690 in the 4<sup>th</sup> Quarter of 2024, transitioning from a loss in the same period of the previous year to a profit in the current period.

## 2. On the Consolidated Financial Statements:

Consolidated profit after tax in the 4<sup>th</sup> Quarter of 2024 amounted to VND 91,094,645,588, transitioning from a loss in the same period of the previous year to a profit in the current period, driven by the aforementioned fluctuating factors from the Holding company.

This explanation details PVOIL's profit after tax on the separate and consolidated Financial Statements for the 4<sup>th</sup> Quarter of 2024.

Best regards./.

### *Recipient:*

- As above;
- BOM (for reporting);
- Vice President Mr. V.K.Hung, Mr. H.D.Tung (for information);
- Board of Supervisors (for information);
- Internal Controller Division (for information);
- Planning Division, Office, IT Division (for coordination);
- Filing: Office, Finance & Accounting, NTD (04b).

*Handwritten initials:*  



### CHIEF EXECUTIVE OFFICER



**Nguyen Dang Trinh**

