Vietnam Manufacturing and Export Processing (Holdings) Limited
越南製造加工出口(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 422)

PROFIT WARNING

This announcement is made by Vietnam Manufacturing and Export Processing (Holdings) Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company hereby informs the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review of the unaudited management accounts of the Group for the six months ended 30 June 2026 (the "**Period**") and information currently available to the Board, the Group is expected to record a net loss of approximately USD1.5 million for the Period, as compared with a net profit of approximately USD 0.04 million for the six months ended 30 June 2025. The expected net loss was primarily attributable to the following reasons:

(i) the continued intense competition in the Vietnamese market, coupled with changes in the market structure resulting from the government's promotion of transportation electrification policies, which affected demand for internal combustion engine motorcycles; and inventory adjustments by distributors in certain major export markets, resulting in a decrease in the Group's sales volume and revenue for the Period; and

(ii) the decline in sales and production volumes, whereby fixed manufacturing costs could not be reduced in proportion to the reduction in production scale, resulting in a higher allocation of fixed manufacturing costs to each unit of product and, consequently, a decrease in the gross profit margin for the Period as compared with the corresponding period last year.

As at the date of this announcement, as the Company is still in the process of finalizing the interim results of the Group for the six months ended 30 June 2026, the information contained in this announcement is based only on the preliminary assessment by the management of the Company with reference to the unaudited management accounts of the Group and the information currently available and is not based on any financial figures or information which have been audited or reviewed by the Company's auditors or audit committee. Further details of the Group's financial information and performance will be disclosed in the interim results announcement for the six months ended 30 June 2026, which will be published by the Company before the end of August 2026.

Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company.

By order of the Board of
Vietnam Manufacturing and Export Processing (Holdings) Limited
Yeh Huei Fen
Chairperson

Hong Kong, 31 July 2026

As at the date of this announcement, the Board comprised three executive Directors, namely Ms. Yeh Huei Fen, Ms. Wu Jui Chiao and Mr. Lin Chun Yu, three non-executive Directors, namely Ms. Wu Li Chu, Mr. Chen Hsu Pin and Mr. Liu Ju Cheng and three independent non-executive Directors, namely Ms. Lin Ching Ching, Ms. Wu Hui Lan and Ms. Yu Yi Jhen.