

**SONG DA 7.02
JOINT STOCK COMPANY**

No.: 19 CT/TCKT

*Ref: Profit explanation for the 2nd
quarter of 2025 financial report*

SOCIALIST REPUBLIC OF VIETNAM

Independence – Freedom – Happiness

Lai Chau, 09 July 2025

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

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding the disclosure of information on the stock market, Song Da 7.02 Joint Stock Company would like to provide the following explanation for the change in profit exceeding 10% in the Company's 2nd quarter 2025 Financial Statement due to the following reasons:

In 2025, Song Da 7.02 Joint Stock Company managed and operated the electricity generation of the Nam Thi 2 Hydropower Plant (8MW) in Tam Duong District, Lai Chau Province. During the second quarter of 2025, due to favorable weather conditions with higher rainfall compared to 2024, sufficient water supply was available for electricity generation. As a result, the production and revenue from commercial electricity generation in the second quarter of 2025 exceeded the figures achieved in the second quarter of 2024. Additionally, the investment loan interest expenses payable to the bank in the second quarter of 2025 continued to decrease compared to the second quarter of 2024, as the Company made additional principal repayments to the bank as planned. Consequently, the Company's business operations in the second quarter of 2025 reported higher profits than in the second quarter of 2024, leading to a significant change of over 10% in after-tax profit compared to the same period last year.

Song Da 7.02 Joint Stock Company respectfully submit this explanation to your esteemed agencies.

Thank you for your attention.

Sincerely,

CC: AS

- As above

- Archived CT/TCKT

DEPUTY GENERAL DIRECTOR



Dinh Trong The