



**HYDRAULICS CONSTRUCTION
CORPORATION NO.4 - JOINT STOCK
COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

No: 170 /CV-TCT

Ho Chi Minh City, October 28, 2025

"Explanation for the 10% variance in after-tax profit, shifting from profit to loss in Q3/2025 compared to the same period of the previous year, as presented in the separate and consolidated financial statements."

To: HANOI STOCK EXCHANGE

Pursuant to the provisions of Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, issued by the Ministry of Finance, guiding the disclosure of information on the securities market (effective from January 1, 2021, replacing Circular No. 155/2015/TT-BTC dated October 6, 2015);

Pursuant to the consolidated and separate financial statements for Q3/2025 of Hydraulic Construction Corporation No. 4 – JSC.

Hydraulic Construction Corporation No. 4 – JSC hereby provides an explanation for the decline of over 10% in after-tax profit in the consolidated and separate financial statements for Q3/2025 compared to the same period of the previous year, shifting from profit in Q3/2024 to a loss in Q3/2025, as follows:

In the third quarter of 2025, construction activities for the Corporation's projects were mostly completed, primarily pending final acceptance and settlement. There were no new construction projects commenced during the period.

- **Revenue from sales and services** in Q3/2025 mainly derived from office leasing services, which increased compared to the same period last year due to the expansion of office leasing activities. Consequently, the cost of goods sold also increased correspondingly.
- **Financial income** in Q3/2025 decreased compared to the same period in 2024, as in Q3/2024 the Corporation recorded a significant gain from the liquidation of a financial investment, resulting in a higher income base in the prior period.
- **Financial expenses** in Q3/2025 increased compared to the same period last year, mainly due to the provision made for long-term investments, leading to higher financial costs.
- **General and administrative expenses** in Q3/2025 decreased compared to the same period last year because the Corporation reversed provisions for certain doubtful debts during the period, resulting in a lower expense level.
- **Other profit** in Q3/2025 increased compared to the same period last year, primarily due to proceeds from the disposal of damaged and unused fixed assets and other non-recurring income items.
- **Profit before tax and profit after tax** in Q3/2025 decreased compared to Q3/2024, shifting from a profit in Q3/2024 to a loss in Q3/2025, mainly impacted by the above factors — with the most significant influence stemming from financial activities.

As a result of the above-mentioned factors, the Corporation's consolidated and separate financial statements for Q3/2025 recorded a decrease of more than 10% in profit after tax compared to the same period in the previous year, shifting from a profit in Q3/2024 to a loss in Q3/2025.

This explanation is respectfully submitted by Thuy Loi 4 Construction Corporation – JSC to the Hanoi Stock Exchange.

Sincerely,

Recipients:

- As above;
- Archives: Office, Finance & Accounting Department



GENERAL DIRECTOR

Nguyễn Xuân Hòa