

**SONG DA 7.02  
JOINT STOCK COMPANY**

No.: 09 CT/TCKT  
Ref: Profit explanation for the 1th  
quarter of 2025 financial report

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence – Freedom – Happiness**

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Lai Chau, April 12, 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 Hydroelectric Joint Stock Company would like to provide the following explanation for the change in profit exceeding 10% in the Company's 1th quarter 2025 Financial Statement:

In 2025, Song Da 7.02 Joint Stock Company managed and operated the power generation of the Nam Thi 2 hydropower plant project (8MW) in Tam Duong district - Lai Chau province. In the one quarter of 2025, due to dry weather with lower rainfall than in the one quarter of 2024, In the first quarter of 2025, Vietnam Electricity Group also cut power periodically and requested to reduce the capacity of factories to repair lines, leading to a lack of water for power generation, the output and revenue from commercial electricity generation in the one quarter of 2025 were lower than the actual output in the one quarter of 2024. Additionally, labor costs for the one quarter of 2025 increased compared to the one quarter of 2024, as the Board of Directors approved a salary raise for employees. As a result, the Company's Quarte 1/2025 business operations reported a higher loss than the one 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 above

- Archived CT/TCKT

**DEPUTY GENERAL DIRECTOR**



**Dinh Trong The**