

JOINT STOCK COMPANY
INVESTING IN SAO THAI DUONG

SOCIALIST REPUBLIC OF VIETNAM

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Hanoi, September 30, 2025

No. 30.9/01/SJF-TCKT

*Re: Explanation related to the semi-annual
financial statements for the year 2025 (Parent
company)*

To : State Securities Commission
Hanoi Stock Exchange

1. Company name: **Sao Thai Duong Investment Joint Stock Company**
2. Stock code: **SJF**
3. Head office address: 8th floor, SIMCO Song Da building, Van Phuc new urban sub-area,
Ha Dong Ward, Hanoi City.
4. Phone: (84-24) 3398 2626 Fax: (84-4) 3398 2626
5. Information disclosure person: Bui Thi Ngoc Huyen
6. Contents of information disclosure:

Pursuant to Circular No. 96/2020/TT-BTC/TT-BTC dated 16/10/2020 of the Ministry of Finance guiding the disclosure of information on the securities market; explanation when the profit after corporate income tax in the report on business results in the announced period changes by 10% or more compared to the report of the same period last year.

Our company would like to explain in detail as follows:

I. Explanation of the difference in after-tax profit before and after audit on the Business Results Sheet:

1. Profit after tax before auditing the semi-annual financial statements in 2025: (VND 7,286,882,283)
2. Profit after tax after auditing the 2025 semi-annual financial statements: (VND 23,393,101,328)

Reason:



- Profit after tax after the audit increased compared to before the audit because the unit had to set aside additional provisions for bad debts and increased foreign exchange losses at the time of audit.

II. Explanation of the difference in after-tax profit after audit compared to the same period last year changed by 10% or more:

Order Number	Explain	Semi-annual figures for 2024	Semi-annual figures for 2025	Increase/Decrease (%)
1	Turnover	28.241.682.139	3.150.358.030	89% off
2	Cost	27.742.959.000	2.836.044.518	90% Off
3	Gross profit	498.723.139	314.313.512	37% off
4	Profit after tax	(12.956.117.044)	(23.393.101.528)	180% increase

Profit after tax after auditing the semi-annual financial statements in 2025 increased compared to the same period in 2024 due to the following main reasons:

- Revenue decreased much compared to the same period last year due to a significant decrease in export orders to foreign countries, the impact of the new tax policy worldwide affected the general economy, so foreign partners have suspended orders for bamboo plywood factories.

- Domestic revenue is not positive because the company also suspends items that do not bring profits and benefits to the company.

- In addition, the restructuring of factories, investment in equipment and although revenue did not increase (down much compared to the same period last year), the Company still maintains a skilled human resource apparatus to stabilize personnel in the long term, leading to increased costs such as business management costs, etc. selling costs...

- Due to low revenue, the factory has not been able to pay all the remaining financial expenses of the previous year, which also affects the profit after tax of the same quarter this year.

- The Company has set aside provisions for bad debts and investments in accordance with regulations. The company has also continuously discussed and worked with partners on debt recovery but there have been no results, which is also the main reason for the loss of profit after tax.

III. Explanation of rejections in the Parent Company's 2025 semi-annual financial statements:

1. On 30/06/2025 and 01/01/2025, as stated in Notebook No. 4.10 - "Long-term Financial Investment" on the Notes to Financial Statements, the Company has made an assessment and considered that the investment in Tona Investment and Construction Joint Stock Company with a value of VND 147,000,000,000 is unlikely to obtain economic benefits in the future. Accordingly, the Company has set aside 100% of the value of this investment. We were unable to gather sufficient audit evidence to assess the appropriateness of this investment and its impact on other indicators presented in the accompanying interim Separate Financial Statements.

Explanation:

The company has a plan to divest its investment capital and is looking for a partner to transfer shares.

2. As of 30/06/2025 and 01/01/2025, the investment in the subsidiary of staBOO Invest Vietnam Joint Stock Company in the amount of VND 200,000,000,000, we have not collected appropriate audit evidence to assess whether it is necessary to set aside provisions for this investment as well as their effects on other indicators presented in the Financial Statements especially in the middle of the year.

Explanation: This investment invests in a subsidiary to implement the project in Thanh Hoa and will be feasible when the project is put into use.

3. As presented in Explanation No. 4.2 - "Short-term customer receivables" on the separate accounting balance sheet for the interim year, on 30/06/2025 and 01/01/2025, the Company has conducted a prudent assessment and considered that the short-term receivables of Dinh Vu Fertilizer Development Joint Stock Company with a receivable value of 59,740,825,000 VND are difficult to recover. Accordingly, the Company has set aside a provision for bad debts for all of this amount. We are unable to gather sufficient appropriate audit evidence to assess the value of these receivables and the appropriation of these bad debt provisions and their impact on other indicators presented in the accompanying interim financial statements.

Explanation: The recovery of the above debt faces many difficulties because the unit has a time to suspend business and rotate personnel, so it has not been able to contact and work to recover the above debts.

4. As of 30/06/2025, on the items "Receivables for short-term loans" and "Other short-term receivables" on the Company's interim separate financial statements, including short-term loans without collateral for Cat Tuong Thien Tan Lac Joint Stock Company with the following amounts: 120,800,000,000 VND (as of 01/01/2025, the amount: 120,800,000,000 VND) and the corresponding amount of loan interest receivable up to the time of issuance of the uncollected report is 33,424,964,385 VND (as of 01/01/2025, the amount: 28,632,679,452 VND). We are unable to gather sufficient appropriate audit evidence as a basis for assessing the recoverability and bad debt provisions to be set aside and their impact on other indicators presented in the accompanying interim financial statements.

Explanation: The company has met and contacted many times to recover the above debts, but due to the business situation at Cat Tuong Thien Tan Lac Joint Stock Company is not positive, the revenue is low and there is no source of payment, so the debt recovery has not been resolved so far.

5. On 30/06/2025 and 01/01/2025, the item "Other long-term payables" includes the receipts of land deposits for the construction project "Thanh Hoa OSB Bamboo Board Factory" and the project "Development of raw material areas" with the amount of VND 9,800,000,000. We have not obtained appropriate audit evidence to assess these payables and their effects on other indicators presented in the accompanying Separate Interim Financial Statements.

Explanation: Previously, Thanh Hoa OSB Bamboo Board Factory" and the project "Development of raw material areas are in the transfer stage and have not completed the procedures. Currently, it is gradually operating, we will add documents as soon as possible.

6. In 2024, the Company will have non-warehousing construction material trading activities with sales revenue and cost of goods sold at VND 37,651,021,000 and VND 36,967,693,000, respectively, accounting for 98.9% of the Company's total revenue and 99.9% of the Company's total cost in the year, bringing a gross profit of VND 1,080,146,009 to the Company. The balance of debts receivable to customers and sellers related to this transaction as of 30/06/2025 is 7,135,243,000 VND and 8,510,537,380 VND respectively (as of 01/01/2025, 7,135,243,000 VND and 9,400,537,380 VND, respectively). Given the documents provided and the audit procedures performed, we are unable to make an assessment of the revenue, cost and gross profit recorded in 2024, the aforementioned receivables and payables balances as well as the impact (if any) on the relevant items presented in the enclosed interim financial statements follow.

Explanation: Revenue and cost price in the year have been fully documented, but due to debts that have not been fully recovered by the time of audit, the Company will complete the above debts.



We commit that the information published above is true and fully responsible for the content of the announcement.

Respect!

Legal Representative

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CHỦ TỊCH HĐQT
Nguyễn Trí Thiện