

**SONG DA 7.02  
JOINT STOCK COMPANY**

No.: 02 CT/TCKT  
Ref: Profit explanation for the 4th  
quarter of 2025 financial report

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

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Lai Chau, 9th January 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 explain why its after-tax profit in the fourth quarter of 2025 showed a profit, shifting from a loss in the previous year to a profit in this period, and with a change exceeding 10%, due to the following reasons:

Song Da 7.02 Joint Stock Company only manages and operates one power generation project: the Nam Thi 2 hydropower plant (8MW) in Binh Lu commune, Lai Chau province. In Q4 2025, due to favorable weather conditions with more rainfall, the plant's commercial electricity generation increased compared to the same period last year. Consequently, the company's revenue also increased compared to the same period last year. At the same time, interest payments to banks in Q4 2025 decreased compared to Q4 2024, therefore, the company's business results for Q4 2025 showed a profit. While in Q4/2024, due to drier hydrological conditions and low rainfall, there was a water shortage for power plants to operate and electricity production was lower compared to Q4/2025, resulting in lower revenue and consequently a business loss. Therefore:

+ The company's business results for the fourth quarter of 2025 showed a net profit after tax of VND 0.7 billion, compared to a net loss of VND 1.6 billion in the fourth quarter of 2024, shifting from a loss in the previous period to a profit in this period.

+ Consequently, the company's after-tax profit for Q4/2025 showed a significant change of more than 10% 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**