

SONG DA CORPORATION – JSC
SONG DA 10 JOINT STOCK COMPANY
 No: ~~261~~ E/SD10 - TCKT

SOCIALIST REPUBLIC OF VIETNAM
Independence – Liberty – Happiness
Hanoi, March, 30, 2026

EXPLANATORY STATEMENT

“Regarding: Difference in profit after corporate income tax in the Statement of Profit or Loss of the audited financial statements for 2025”

To: The States Securities Commission
 Hanoi Stock Exchange
 Shareholders

- Pursuant to the Securities Law No. 54/2019/QH14 dated November 26, 2019, of the National Assembly of the Socialist Republic of Vietnam;

- Pursuant to circular No. 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance guiding the disclosure of information on the securities market.

- Pursuant to the separate financial statements (Parent company) and the consolidated financial statements for 2025 of Song Da 10 Joint Stock Company, which have been audited by UHY Auditing and Consulting Company Limited.

Song Da 10 Joint Stock Company (Stock code: SDT) provides an explanation for the variance in profit after corporate income tax in the audited 2025 financial statements as follows:

Section A: SEPARATE FINANCIAL STATEMENTS (PARENT COMPANY)

The profit after income tax changed by 10% compared to 2024 (Circular No. 96/2020/TT-BTC, Article 14, Clause 4(a)).

1. Figures:

- Profit after tax (2024): 6,758,764,055 VND (Profit)
- Profit after tax (2025): 11,640,760,846 VND (Profit)
- Increase: 4,881,996,791 VND, equivalent to a growth of 72.23%

2. Reasons: Profit after tax increased by 4,881,996,791 VND, representing an increase of 72.23% compared to 2024, mainly due to improved operating results, as follows:

- Other income (5.114 billion VND) increased by 2.879 billion VND compared to 2024 (2.235 billion VND). This was due to the Company's liquidation, disposal of materials and tools recovered after the construction process during the year.

- Financial expenses (16.484 billion VND) decreased by 7.789 billion VND compared to 2024 (24.273 billion VND). In 2025, the Company focused on capital recovery and prioritized repayment of bank loan principals, thereby reducing outstanding borrowings (year-end principal: 173 billion VND; beginning of year: 252 billion VND). Accordingly, financial expenses decreased, leading to higher profit.

- General and administrative expenses (50.741 billion VND) decreased by 33.512 billion VND compared to 2024 (84.253 billion VND), as in 2024 the Company made provisions for doubtful receivables.

- Other expenses (7.586 billion VND) increased by 5.933 billion VND compared to 2024 (1.653 billion VND), mainly due to the Company recognizing corporate income tax expenses related to the Namphak project in Laos upon project finalization in 2025.

Section B: CONSOLIDATED FINANCIAL STATEMENTS

I. The profit after income tax changed by 10% compared to 2024 (Circular No. 96/2020/TT-BTC, Article 14, Clause 4(a)).

1. Figures:

- Profit after tax (2024): 4,226,241,029 VND (Loss)
- Profit after tax (2025): 62,472,596,801 VND (Profit)
- Increase: 66,698,837,830 VND, equivalent to a growth of 1,578.21%

2. Reasons: Profit of the Parent company and its Subsidiaries in 2025 increased compared to 2024:

2.1 Parent company: Profit after tax increased by 4.882 billion VND (as explained in Section A of this document).

2.2 Subsidiaries

Profit after tax of the subsidiaries (profit of 50.832 billion VND) increased by 61.817 billion VND, representing an increase of 562.74% compared to 2024 (loss of 10.985 billion VND), including:

a. Song Da 10.1 One Member Limited Liability Company

Profit after tax increased by 60.942 billion VND, representing an increase of 4,230% compared to 2024 (2024: loss of 1.441 billion VND; 2025: profit of 59.502 billion VND). The reasons are as follows:

- Other income in 2025 (99.516 billion VND) increased by 98.940 billion VND compared to 2024 (576 million VND). This was mainly due to the fact that in 2025, Song Da 10.1 One Member Limited Liability Company fully repaid the loan principal and part of the interest in accordance with its commitments to BIDV - Gia Lai Branch. Accordingly, the Company was granted a substantial reduction in both current and overdue interest expenses under Notification No. 3389/TB-BIDV.GL dated 22 December 2025 issued by BIDV - Gia Lai Branch.

- Financial expenses (3.668 billion VND) decreased by 3.724 billion VND compared to 2024 (7.392 billion VND), representing a decrease of 50.38%, as the Company fully settled all bank loan principals during the year.

- Cost of goods sold increased by 33.550 billion VND due to the finalization of completed construction projects in 2025.

- General and administrative expenses increased by 1.153 billion VND as the Company made provisions for doubtful receivables.

- Current corporate income tax expense increased by 2.054 billion VND due to the increase in profit before tax.

b. Nam He Hydropower Joint Stock Company

Profit after tax increased by 874 million VND, representing an increase of 9.16% compared to 2024 (2024: loss of 9.544 billion VND; 2025: loss of 8.670 billion VND). The reasons are as follows:

- Electricity sales revenue (55.696 billion VND) increased by 11.422 billion VND compared to 2024 (44.274 billion VND), mainly due to favorable weather conditions in 2025, with higher rainfall leading to increased power output.

- Financial expenses (17.241 billion VND) decreased by 1.699 billion VND compared to 2024 (18.940 billion VND). The Company primarily used collected cash flows to repay bank borrowings, reducing outstanding loan principal from 213 billion VND at the beginning of the year to 190 billion VND at the end of 2025. Accordingly, financial expenses decreased, resulting in a reduced loss compared to 2024.

- General and administrative expenses (4.797 billion VND) increased by 3.103 billion VND compared to 2024 (1.694 billion VND), due to the Company making provisions for doubtful receivables.

- Other expenses (10.447 billion VND) increased by 9.897 billion VND compared to 2024 (549 million VND). This increase was mainly attributable to the value of project investments disallowed upon project finalization, including:

5900
ÔNG
PHÂN
ĐÀ 10
A NƠ

costs exceeding prescribed norms; quantity discrepancies; value-added tax not eligible for input credit; and normative profits relating to construction items executed by the Company, which did not qualify for inclusion in the project investment value upon finalization. Accordingly, the entire disallowed amount was recognized as expenses of the Company.

As a result of the above factors, profit after tax in 2025 as presented in the consolidated financial statements increased by more than 10% compared to 2024.

II. Profit after tax changed from a loss in 2024 to a profit in 2025 (Circular No. 96/2020/TT-BTC, Article 14, Clause 4(b)).

Profit after tax in 2025 amounted to 62.473 billion VND, of which: the Parent company recorded a profit of 11.641 billion VND and the subsidiaries recorded a profit of 50.832 billion VND. In 2025, both the Parent company and its subsidiaries were profitable. In particular, there was an exceptional profit of 59.502 billion VND at Song Da 10.1 One Member Limited Liability Company due to the waiver of loan interest by the bank (as mentioned in Section B, Part I). Accordingly, the consolidated financial statements reported a profit after tax.

In contrast, in 2024, the Parent company's profit after tax was only 6.759 billion VND, which was insufficient to offset the subsidiaries' loss of 10.985 billion VND, resulting in a loss of 4.226 billion VND in the consolidated financial statements for 2024.

The above is the explanation of Song Da 10 Joint Stock Company regarding the variances in profit after corporate income tax in the audited financial statements for the year 2025.

We respectfully request the Hanoi Stock Exchange to disclose this information to investors.

Song Da 10 Joint Stock Company sincerely thanks you!

Recipients:

- As listed above;
- Archive: HR; Accounting (01)



GENERAL DIRECTOR

Nguyen Tuan Anh