SONG DA 10 JOINT STOCK COMPANY

Number: 426.E/SĐ10-TCKT

SOCIALIST REPUBLIC OF VIETNAM Independence – Liberty – Happiness

Hanoi April, 25, 2025

EXPLANATORY STATEMENT

"Regarding: "Profit after corporate income tax in the income statement of the Quarter 1, 2025 financial statements changed compared to the same period in 2024"

To:

- The State 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.

Song Da 10 Joint Stock Company ("The Company"); Stock code: SDT; provides an explanation for the profit after corporate income tax in the income statement of the Q1 2025 financial statements changed compared to the same period in 2024 as follows:

I. Parent company's financial statements

Profit after income tax changed by 10% compared to the same period in 2024 (with Circular 96/2020/TT-BTC (Article 14, Clause 4, Point a).

- Quarter 1, 2024:

3,738,432,924 VND (Profit)

- Quarter 1, 2025:

2,131,141,932 VND (Profit)

- Decrease: 1,607,290,992 VND, equivalent a 42,99% decline

The reason is that revenue in Q1 2025 decreased compared to the same period in 2024.

II. Consolidated financial statements

1. Profit after income tax changed by 10% compared to the same period in 2024 (with Circular 96/2020/TT-BTC (Article 14, Clause 4, Point a).

- Quarter 1, 2024:

1,397,619,232 VND (Profit)

- Quarter 1, 2025:

644,866,831 VND (Loss)

- Decrease : 2,042,486,063 VND, equivalent a 146% decline

The reason is that the Company's consolidated revenue in Quarter 1, 2025 decreased compared to the same period in 2024, resulting in a decrease in profit



2. The profit after income tax recorded a loss (according to Circular No. 96/2020/TT-BTC: Article 14, Clause 4, Point b) due to :

- The commercial electricity business activities of the subsidiary (Nam He Hydropower Joint Stock Company) continued to incur losses due to low electricity output. Revenue was insufficient to cover depreciation and interest expenses during the period.
- The parent company recorded modest profit. However, the losses incurred by the subsidiaries exceeded the profit of the parent company, resulting in a consolidated loss in the Company's financial statements.

The above is the explanation provided by Song Da 10 Joint Stock Company regarding the difference in the item Profit after income tax in the income statement of the Quarter 1, 2025 financial statements compared to the same period in 2024.

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;

- Archieve: HR; Accounting (01)

GENERAL DIRECTOR

CÔNG TY CỔ PHẦN SÔNG ĐÀ 10

Nguyen Tuan Anh

