SONG DA INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY

Number: 01 /GTBCTC- SDD

Re: Explanation of profit after tax in the 4th quarter of 2024 being a loss and the difference in loss reduction being over 10% compared to the same period last year.

SOCIALIST REPUBLIC OF VIETNAM Independence - Freedom - Happiness

Hanoi, January 9, 2025

Dear:

- State Securities Commission of Vietnam
- Hanoi Stock Exchange

Financial report issuing organization: Song Da Investment and Construction Joint Stock Company

Stock code: SDD

Trading floor: UPCOM

Our company sends you the Financial Report for the 4th Quarter of 2024 with some indicators on Revenue and Profit after tax as follows:

T				Dog record	Increase,
T	Target	Q4 2024	Q4 2023	(increase	decrease %
				+)(decrease -)	
1	Revenue	4.081.499.139	12.582491.330	(8.500.992.191)	68%
2	Profit after tax	(2.562.501.118)	(4.211.355.495)	1.648.854.377	39%

1- The company explains that the company's after-tax profit in the fourth quarter of 2024 was a loss for the following reasons:

- The company's Q4/2024 business revenue only reached: VND 4.081.499.139, with only revenue from electricity production activities (Muong Sang 2 Hydropower Plant reached 61% of design capacity due to little rain), no revenue from construction and other revenue.

Meanwhile, the cost of business is high specifically:

- Cost of goods sold

: VND 3.482.572.625;

- Financial operating expenses

: VND 2.119.492.748;

- Business management costs

: VND 1.038.954.344;

Combining the above factors, the profit after tax in the fourth quarter of 2024 is a loss: VND 2.562.501.118;

2- The company explained that the company's profit after tax in the fourth quarter of 2024 decreased by 39% compared to the same period last year for the following reasons:

The company's Q4/2024 business revenue decreased compared to Q4/2023 revenue: VND 8.500.992.191, equivalent to a decrease of 68% due to the increase in electricity generation revenue of Muong Sang 2 Hydropower Plant by 14% and the decrease in construction and commercial revenue by 82% compared to Q4/2023 revenue; Meanwhile, the cost of goods sold decreased: VND 10.164.451.134 (74%); Financial operating expenses decreased: VND 469.298.459 (down 18%); Business management expenses increased: VND 481.089.696 (up 86%);

Combining the above factors, the Company's after-tax profit in the fourth quarter of 2024 increased by: VND 1.648.854.377 (39%) compared to the fourth quarter of 2023.

The company explained to the State Securities Commission and the Hanoi Stock Exchange the reasons why the company's after-tax profit in the fourth quarter of 2024 was a loss and the loss difference decreased by 39% compared to the same period last year.

Recipient:

- As above.

- Save VP.

COMPANY DIRECTOR

Nguyen Phuong Dong