

REPORT

**Report on the implementation of the plan for offering and issuing shares
approved by the general meeting of shareholders**

To: 2025 Annual General Meeting of Shareholders
Song Da Cao Cuong Joint Stock Company

- Pursuant to the Law on Enterprises dated June 17, 2020 of the National Assembly of the Socialist Republic of Vietnam;
- Pursuant to the Securities Law No. 54/2019/QH14 passed on November 26, 2019;
- Pursuant to Law No. 56/2024/QH15 passed on November 29, 2024, on amendments and supplements to certain provisions of the Securities Law, Accounting Law, Independent Audit Law, State Budget Law, Law on Management and Use of Public Assets, Tax Administration Law, Personal Income Tax Law, National Reserve Law, and Law on Handling Administrative Violations;
- Pursuant to Decree No. 155/2020/NĐ-CP dated December 31, 2020, of the Government detailing the implementation of certain provisions of the Securities Law;
- Pursuant to the Charter on the organization and operation of Song Da Cao Cuong Joint Stock Company;
- Pursuant to Resolution No. 861/NQ-ĐHĐCĐ of the General Meeting of Shareholders dated December 11, 2023;
- Pursuant to Resolution No. 336/NQ-ĐHĐCĐ of the General Meeting of Shareholders dated April 22, 2024;
- Based on the actual situation.

The Board of Directors (hereinafter referred to as the “BOD”) hereby reports to the General Meeting of Shareholders (hereinafter referred to as the “GMS”) of Song Da Cao Cuong Joint Stock Company on the implementation of the plan for offering and issuing shares approved by the GMS and the plan for implementing the share offering and issuance approved by the GMS for 2025.

**1. Status of Implementation of the Plan for Offering and Issuing Shares
Approved by the General Meeting of Shareholders**

On May 17, 2024, the BOD issued Resolution No. 400/NQ-HĐQT approving the roadmap for increasing charter capital in 2024. The priority was to first implement the plan to offer 3 million shares to the public for existing shareholders as per Resolution No. 861/NQ-ĐHĐCĐ of the GMS dated December 11, 2023. After obtaining the registration certificate for the public offering from the State Securities Commission



(SSC), the Company would proceed with issuing shares to pay dividends for 2023, issuing shares under the Employee Stock Ownership Plan (ESOP), and offering 5 million shares to the public for existing shareholders. The specific results of the implementation of these offering plans are as follows:

- Implementation of the plan to offer 3 million shares to the public for existing shareholders as per Resolution No. 861/NQ-ĐHĐCĐ of the GMS dated December 11, 2023: In 2024, the Company proceeded with preparing the dossier for offering 3 million shares to the public. On February 29, 2024, the Company submitted the dossier to the SSC. After receiving a request to supplement the dossier, the Company resubmitted the registration dossier on September 12, 2024. The issuance of 3 million shares was intended to fund investment in the temporary ash and slag separation line project. However, by the end of 2024, the Company had not received approval from the SSC, and since the temporary ash and slag separation line project had already been completed, the Company decided to suspend the implementation of the plan to offer 3 million shares. On February 17, 2025, the BOD issued Resolution No. 180/NQ-HĐQT approving the roadmap for increasing charter capital in 2025, thereby adjusting the order of the offering phases.

- Plan to offer 5 million shares to the public for existing shareholders as per Resolution No. 336/NQ-ĐHĐCĐ of the GMS dated April 22, 2024: According to Resolution No. 400/NQ-HĐQT of the BOD dated May 17, 2024, approving the roadmap for increasing charter capital in 2024, the offering of 5 million shares to the public would be implemented after the Company completed the offering of 3 million shares to the public, the issuance of shares to pay dividends, and the ESOP issuance. However, as of February 17, 2025, since the offering of 3 million shares to the public was deemed unfeasible and no longer suitable to the actual situation, the BOD decided to temporarily suspend the implementation of the plans to offer shares to the public, prioritizing the issuance of shares to pay dividends for 2023 to shareholders.

- Issuance of shares under the Employee Stock Ownership Plan (ESOP) as per Resolution No. 336/NQ-ĐHĐCĐ of the GMS dated April 22, 2024: According to Resolution No. 400/NQ-HĐQT of the BOD dated May 17, 2024, approving the roadmap for increasing charter capital in 2024, the ESOP issuance would be implemented after completing the offering of 3 million shares to the public and the issuance of shares to pay dividends for 2023. However, the failure to complete the prior issuances affected the implementation of the ESOP issuance plan in 2024.

- Plan to issue shares to pay dividends for 2023 as per Resolution No. 336/NQ-ĐHĐCĐ of the GMS dated April 22, 2024: To ensure the rights of shareholders, once the BOD determined that the plan to issue 3 million shares was no longer suitable to the actual situation, the BOD issued Resolution No. 180/NQ-HĐQT on February 17, 2025, approving the roadmap for increasing charter capital in 2025. The Company also submitted a report to the SSC starting from February 17, 2025, and on March 11, 2025, received a response from the SSC confirming receipt of the complete issuance report documents. The Company finalized the shareholder list for dividend payment on March

26, 2025. After finalizing the list, the Company proceeded with reporting the results, amending the charter, updating the business registration, and completing the process of listing the additional issued shares for trading.

2. Plan for Implementing the Offering and Issuance of Shares Approved by the General Meeting of Shareholders

Since the plan to offer 3 million shares to the public for existing shareholders, the ESOP issuance for 2024, and the offering of 5 million shares to the public for existing shareholders are no longer suitable to the Company's operations in 2025, the BOD respectfully requests the GMS to approve the cancellation of the aforementioned issuances. Specifically, this includes canceling the plan to offer 3 million shares to the public for existing shareholders as per Resolution No. 861/NQ-ĐHĐCĐ of the GMS dated December 11, 2023, canceling the plan to offer 5 million shares to the public for existing shareholders as per Resolution No. 336/NQ-ĐHĐCĐ of the GMS dated April 22, 2024, and canceling the plan to issue shares under the ESOP as per Resolution No. 336/NQ-ĐHĐCĐ of the GMS dated April 22, 2024. The BOD will develop a new plan for 2025 that aligns with the Company's actual operational situation and submit it to the GMS for approval.

We respectfully submit this to the General Meeting of Shareholders for consideration and approval.

Sincerely thank you./.

Recipients:

- Shareholders;
- Office archive./.

**ON BEHALF OF THE BOD
CHAIRMAN**



Kieu Van Mat