



**HYDRAULICS CONSTRUCTION  
CORPORATION NO.4 - JOINT STOCK  
COMPANY**

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

No: 112 /CV-TCT

*Ho Chi Minh City, July 28, 2025*

*"Explanation for the 10% variance in after-tax profit, shifting from profit to loss in Q2/2025 compared to the same period of the previous year, as presented in the separate and consolidated financial statements."*

**To: HANOI STOCK EXCHANGE**

Pursuant to the provisions of Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, issued by the Ministry of Finance, guiding the disclosure of information on the securities market (effective from January 1, 2021, replacing Circular No. 155/2015/TT-BTC dated October 6, 2015);

Pursuant to the consolidated and separate financial statements for Q2/2025 of Hydraulic Construction Corporation No. 4 – JSC.

Hydraulic Construction Corporation No. 4 – JSC hereby provides an explanation for the decline of over 10% in after-tax profit in the consolidated and separate financial statements for Q2/2025 compared to the same period of the previous year, shifting from profit in Q2/2024 to a loss in Q2/2025, as follows:

In Q2/2025, the Corporation's construction activities for infrastructure projects were mostly completed and awaiting final acceptance and settlement. As a result, no new construction revenue was generated, and there were no new follow-up projects.

Revenue in Q2/2025 mainly came from office leasing services, which increased compared to the same period last year due to the expansion of leasing operations, leading to a corresponding increase in cost of goods sold.

Financial income in Q2/2025 decreased compared to the same period last year. In Q2/2024, the Corporation restructured its capital to repay bank loans by liquidating financial investments, generating significant profit and resulting in a higher income compared to the current year.

General and administrative expenses in Q2/2025 decreased compared to the same period last year. In Q2/2024, provisions were made for doubtful debts, leading to an increase in administrative expenses compared to this year.

Other income in Q2/2025 decreased compared to the same period last year. In Q2/2024, the Corporation liquidated several damaged and obsolete assets, generating other income and creating a variance compared to this year.

Profit before tax and profit after tax in Q2/2025 showed a significant decline compared to the same period last year, shifting from a profit in Q2/2024 to a loss in Q2/2025 due to the above-mentioned factors.

The above factors contributed to a decrease of more than 10% in after-tax profit in the consolidated and separate financial statements for Q2/2025 compared to the same period last year, shifting from profit in Q2/2024 to a loss in Q2/2025.

This explanation is respectfully submitted by Hydraulic Construction Corporation No. 4 – JSC to the Hanoi Stock Exchange.

Sincerely,

**Recipients:**

- As above;
- Archives: Office, Finance & Accounting Department



*Nguyễn Xuân Hòa*