

SONADEZI CORPORATION
SONADEZI ENVIRONMENT JOINT
STOCK COMPANY

THE SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

Dong Nai, 13 August 2025

No. 534/SZE-TCKT

Re. Explaining the variation of after-tax
profit for the first 6 months of 2025

To: Hanoi Stock Exchange.

I. Information on the entity:

1. Name: Sonadezi Environment Joint Stock Company
2. Transaction name: SONAENCO
3. Securities code: SZE
4. Head office: No. 12 Huynh Van Nghe Street, Tran Bien Ward, Dong Nai Province

Telephone: 02513.951771 – 02513.952257 Fax: 02513.952505

5. Business Registration Certificate No. 3600274914 issued for the 13th time on 06 May 2025 by Dong Nai Province Department of Planning and Investment.

II. Content:

Sonadezi Environment Joint Stock Company hereby presents our explanation for the variation of after-tax profit for the first 6 months of 2025 as follows:

No.	Content	First 6 months of 2025	First 6 months of 2024	Year-on- year variation rate
	After-tax profit	12.014.818.206	13.991.662.021	86%

III. Reasons:

According to the Income Statement for the first 6 months of 2025, the after-tax profit of the first 6 months of 2025 reached only 86% compared to the same period in 2024, due to the following main reasons:

In 2024, SZE provided public utility services in Bien Hoa City, including the collection, transportation, and treatment of public waste, as well as the maintenance of greenery, public lighting, and road and bridge infrastructure, etc. The Company provisionally signed a framework contract with the Investor and used the 2023 winning bid price as the provisional price for the 2024 framework

contract. Consequently, in 2024, SZE only recognized 70% of the revenue based on the value of the services performed (corresponding to the advance received by SZE during the year).

Based on the results of the 2024 contractor selection (the bidding process took place in 2025 and the results were announced in April 2025), SZE was required to apply the 2024 winning bid price to finalize the pre-bid framework contracts and record the adjustment to the 2024 finalization results in 2025. As the 2024 winning bid price was lower than the 2024 provisional price, this negatively affected the Company's business performance in the first 6 months of 2025, specifically:

- Revenue from road and bridge maintenance decreased by VND 3.216.508.041 (18,79%); revenue from park and greenery maintenance declined by VND 8.318.264.516 (32,67%); and revenue from public lighting decreased by VND 2.184.580.527 (35,44%) over the same period in 2024.

- Other income dropped by VND 2.304.333.106 (86,02%) against the same period in 2024.

- The proportion of total costs to total revenue in the first 6 months of 2025 increased by 3% against the same period in 2024.

Sonadezi Environment Joint Stock Company would like to inform the Hanoi Stock Exchange and esteemed shareholders of the above information./.

To: *ms*

- As above;
- Sonadezi Corporation;
- Chairman;
- Board of Directors;
- Head of Supervisory Board;
- Archives: Records, Finance-Accounting. (Giang)


GENERAL DIRECTOR
Le Xuan Sam