

**Vinh Son - Song Hinh
Hydropower JSC**

**Socialist Republic of Vietnam
Independence - Freedom - Happiness**

No.: 070 /VSH-TCKT
Ref: Explanation of profit
variations for Q4 2024 as
reflected in VSH's separate and
consolidated financial
statements.

Quy Nhon, January 22nd, 2025

To:

- Ho Chi Minh Stock Exchange;
- The State Securities Commission;
- The Shareholders.

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020, issued by the Ministry of Finance, providing guidance on information disclosure in the stock market.

Vinh Son - Song Hinh Hydropower JSC (VSH) would like to provide an explanation for the variations in business performance in Q4 2024 compared to the same period in 2023, as presented in the financial statements, as follows:

1. Separate financial statements for Q4 2024:

Item	Unit	Q4 2024	Q4 2023	Increase ↑/ Decrease ↓	Rate % ↑↓
1. Electricity generation					
- Electricity output	Million kWh	465.72	655.36	-189.64	-28.94%
- Electricity generation revenues	VND billion	666.75	640.44	26.31	4.11%
- Electricity generation	VND billion	266.70	307.23	-40.53	-13.19%
- Electricity generation profit	VND billion	400.05	333.21	66.84	20.06%
2. Financial activities:	VND billion				
- Financial revenues	VND billion	5.19	0.84	4.35	518.33%
- Financial expenses	VND billion	61.93	85.19	-23.26	-27.30%
- Profit	VND billion	-56.74	-84.35	27.61	32.73%
3. Others	VND billion				
- Other revenues	VND billion	0.00	0.06	-0.06	
- Other expenses	VND billion	0.21	0.03	0.18	
- Profit	VND billion	-0.21	0.03	-0.24	
4. Total profit before tax:	VND billion	343.10	248.89	94.21	37.85%
5. Total profit after tax:	VND billion	301.25	229.76	71.49	31.11%

The after-tax profit in Q4 2024 increased by VND 71.49 billion (equivalent to a 31.11 % increase) compared to Q4 2023, primarily due to the following factors:

i) *Electricity generation activities*: Despite less favorable hydrological conditions in the Central and Central Highlands regions during Q4 2024 compared to the same period last year, which caused a 189.64 million kWh (equivalent to a 28.94% decrease) decline in commercial electricity output, the higher average electricity selling price of the plants in Q4 2024 led to an increase in revenue by VND 26.31 billion (equivalent to a 4.11% increase).

Meanwhile, production costs decreased by VND 40.53 billion (equivalent to a 13.19% decrease) due to reduced taxes, fees, and related expenses compared to the same period, resulting in a profit increase of VND 66.84 billion (equivalent to a 20.06% increase).

ii) *Financial activities*: Financial profit in Q4 2024 increased by VND 27.61 billion (equivalent to a 32.73% increase) compared to Q4 2023 due to the following factors:

+ Financial revenue increased by VND 4.35 billion (equivalent to a 518.33% increase) due to VSH earning higher interest from term deposits compared to the same period last year.

+ Financial costs in Q4 2024 decreased by VND 23.26 billion (equivalent to a 27.3% decrease) due to banks lowering interest rates on loans and a gradual reduction in loan balances.

2. Consolidated financial statements for Q4 2024:



Item	Unit	Q4 2024	Q4 2023	Increase ↑/ Decrease ↓	Rate % ↑↓
1. Electricity generation activities					
- Electricity output	Million kWh	465.72	655.36	-189.64	-28.94%
- Electricity generation revenues	VND billion	666.75	640.44	26.31	4.11%
- Electricity generation expenses	VND billion	266.52	307.06	-40.54	-13.20%
- Electricity generation profit	VND billion	400.23	333.39	66.84	20.05%
2. Financial activities:	VND billion				
- Financial revenues	VND billion	5.19	0.84	4.35	518.33%
- Financial expenses	VND billion	61.93	85.19	-23.26	-27.30%
- Profit	VND billion	-56.74	-84.35	27.61	32.73%
3. Others	VND billion				
- Other revenues	VND billion	0.00	0.060	-0.06	
- Other expenses	VND billion	0.21	0.03	0.18	
- Profit	VND billion	-0.21	0.03	-0.24	
4. Total profit before tax:	VND billion	343.28	249.07	94.22	37.83%
5. Total profit after tax:	VND billion	301.42	229.94	71.49	31.09%

The parent company's business performance has a primary impact on the results of the consolidated financial statements. Therefore, the factors contributing to profit variations in the consolidated financial statements for Q4 2024 are largely consistent with those presented in the separate financial statements for the same period.

The company respectfully informs the Ho Chi Minh Stock Exchange, the State Securities Commission, and our shareholders about the aforementioned situation.
Kind regards./.

Recipients:

- As above;
- In charge of Company Administration;
- Archived by: The office; F&A Dept.

General Director


Nguyen Van Thanh

