

**VINH SON-SONG HINH
HYDROPOWER JSC**

THE SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No.: **802/VSH-TCKT**

Ref: Explanation for profit fluctuation
in VSH's reviewed financial
statements for the first 6 months of
2025.

Gia Lai ^{20th} August, 2025

To:

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

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

Vinh Son - Song Hinh Hydropower Joint Stock Company (VSH) would like to explain the fluctuations in business performance for the first six months of 2025 compared to the same in 2024, as presented in the reviewed financial statements by Ernst & Young Vietnam Co., Ltd., as follows:

1. Separate financial statements:

Items	Unit	First 6 months of 2025	First 6 months of 2024	Up ↑/	Rate %
				Down ↓	↑↓
1. Electricity generation activities:					
- Electricity output:	Mn.kWh	1,151.60	840.97	310.63	36.94%
- Electricity generation revenues:	Bn VND	1,126.19	762.06	364.13	47.78%
- Electricity generation expenses:	Bn VND	553.03	484.45	68.58	14.16%
- Electricity generation profit:	Bn VND	573.16	277.61	295.55	106.46%
2. Financial activities:					
- Financial revenues:	Bn VND	29.18	3.74	25.44	680.21%
- Financial expenses:	Bn VND	109.17	191.47	-82.3	-42.98%
- Profit:	Bn VND	-79.99	-187.73	107.74	57.39%
3. Others					
- Other revenues:	Bn VND	0.7		0.7	
- Other expenses:	Bn VND	6.32	0.07	6.26	
- Profit:	Bn VND	-5.62	-0.07	-5.56	
4. Total profit before tax:	Bn VND	487.55	89.81	397.74	442.84%
5. Total profit after tax:	Bn VND	434.6	68.58	366.02	533.71%

Profit after tax for the first 6 months of 2025 increased by VND 366.02 billion (equivalent to a 533.71% rise) compared to the same in 2024, mainly due to the following reasons:

- i) *Electricity Generation Activities:* The profit from electricity generation increased by VND 295.55 billion (equivalent to a 106.46% rise), mainly due to favorable hydrological conditions in the Central and

Central Highlands regions during the early months of 2025. Prolonged rainfall resulted in stronger inflows into the reservoirs compared to the same period last year, leading to a 310.63 million kWh increase in commercial electricity output (equivalent to a 36.94% rise). In addition, the average selling price of electricity in the first six months of 2025 was higher than in the same of 2024, resulting in a VND 364.13 billion increase in revenue from electricity generation (equivalent to a 47.78% rise). Meanwhile, electricity production costs rose by VND 68.58 billion (equivalent to a 14.16% rise), mainly due to higher taxes and fees driven by increase in electricity output.

ii) *Financial Activities*: The profit from financial activities increased by VND 107.74 billion (equivalent to a 57.39% rise) compared to the first six months of 2024, mainly due to the following reasons:

+ Financial income increased by VND 25.44 billion (equivalent to a 680.21% rise), mainly driven by higher interest income from term deposits compared to the same period last year, as well as a refund of loan guarantee fees from the bank financing the Thuong Kon Tum Project.

+ Financial expenses decreased by VND 82.30 billion (equivalent to a 42.98% decline), mainly due to lower lending interest rates, a gradual reduction in outstanding loan balances, and decreased exchange rate differences on foreign currency loans.

2. Consolidated financial statements:

Items	Unit	First 6 months of 2025	First 6 months of 2024	Up ↑ /	Rate %
				Down ↓	↑ ↓
1. Electricity generation					
- Electricity output:	Mn.kWh	1,151.60	840.97	310.63	36.94%
- Electricity production revenues:	Bn VND	1,126.19	762.06	364.13	47.78%
- Electricity generation expenses:	Bn VND	552.69	484.11	68.59	14.17%
- Electricity generation profit:	Bn VND	573.50	277.96	295.55	106.33%
2. Financial activities:					
- Financial revenues:	Bn VND	29.18	3.74	25.45	681.26%
- Financial expenses	Bn VND	109.17	191.47	-82.31	-42.99%
- Profits	Bn VND	-79.99	-187.74	107.75	57.39%
3. Others:					
- Other revenues:	Bn VND	0.7		0.7	
- Other expenses:	Bn VND	6.32	0.07	6.25	
- Profit:	Bn VND	-5.62	-0.07	-5.55	
4. Total profit before tax:	Bn VND	487.9	90.15	397.74	441.18%
5. Total profit after tax:	Bn VND	434.95	68.92	366.03	531.09%

The results of the Company's reviewed consolidated financial statements for the first six months of 2025 were mainly driven by the results of the reviewed separate financial statements for the same period. Accordingly, the reasons for profit fluctuations in the reviewed consolidated financial statements are similar to those explained in the reviewed separate financial statements.

The Company hereby informs the Ho Chi Minh City Stock Exchange, the State Securities Commission, and its Shareholders of the above matter.

Sincerely./.

Recipients: *HL*

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



GENERAL DIRECTOR

[Signature]
Nguyen Van Thanh