

SONADEZI CORPORATION  
SONADEZI ENVIRONMENT JOINT  
STOCK COMPANY

THE SOCIALIST REPUBLIC OF VIETNAM  
Independence – Freedom – Happiness

*Dong Nai, 15 July 2025*

No. 449 /SZE-TCKT

Re. explaining the variation of after-tax  
profit in the 2<sup>nd</sup> quarter 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 13<sup>th</sup> 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 in the 2<sup>nd</sup> quarter of 2025 as follows:

No.	Content	2 <sup>nd</sup> quarter of 2025	2 <sup>nd</sup> quarter of 2024	Year-on- year variation rate
	After-tax profit	4.580.980.095	7.161.962.269	64,0%

**III. Reasons:**

According to the Income Statement for the 2<sup>nd</sup> quarter of 2025, the after-tax profit in the 2<sup>nd</sup> quarter of 2025 only reached 64% as compared to the same period of 2024. The main reasons are as follows:

In 2024, Sonadezi Environment Joint Stock Company provided public utility services in Bien Hoa City such as public waste transportation and treatment, tree care, lighting, road and bridge maintenance, etc. The Company temporarily signed principal contracts with the Investors and used the winning bid price of 2023 as the provisional price in the principal contract of 2024. Therefore, in 2024, Sonadezi Environment Joint Stock Company only

recognized 70% of revenue on the value of the above services (corresponding to the amount of the advances received by Sonadezi Environment Joint Stock Company during the year).

On the basis of the results of 2024 contractor selection (though the bidding, in fact, was conducted in 2025 and the bidding results were available in April 2025), Sonadezi Environment Joint Stock Company must apply the winning bid price in 2024 to finalize the pre-bidding principal contracts and recognize the adjustment of results in 2025 after the finalization made for 2024. However, the winning bid price in 2024 was lower than the provisional price in 2024, which affected the Company's operation results in the second quarter of 2025 as well as for the first 6 months of 2025, specifically:

- The revenue from road and bridge maintenance decreased by VND 7.311.866.159 (54,27%); the revenue from park and tree care decreased by VND 4.701.318.522 (36,82%); the revenue from public lighting decreased by VND 3.065.944.944 (75,56%) compared to the same period of 2024.

- Other income decreased by VND 1.699.411.238 (92,02%) compared to the same period of 2024.

- The rate of total cost/total revenue in the second quarter of 2025 increased by 5% compared to the same period of 2024.

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

To: *th*

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



GENERAL DIRECTOR *th*

Le Xuan Sam