



**SONG DA 505 JOINT STOCK
COMPANY**

No. 17/BC-S55-BKS

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

Gia Lai, March 03, 2026

**REPORT OF THE SUPERVISORY BOARD AT THE 2026 ANNUAL GENERAL
MEETING OF SHAREHOLDERS**

To: The General Meeting of Shareholders - Song Da 505 Joint Stock Company

Pursuant to the Law on Enterprises No. 59/2020/QH14 dated June 17, 2020;

Pursuant to the Charter on Organization and Operation of Song Da 505 Joint Stock Company;

Pursuant to the 2025 Corporate Governance Report and the 2025 Financial Statements audited by AAC Auditing and Accounting Company Limited.

The Supervisory Board hereby reports to the General Meeting of Shareholders on the 2025 performance results and the 2026 plan as follows:

I. ACTIVITIES OF THE SUPERVISORY BOARD IN 2025:

1. Personnel:

The members of the Supervisory Board for the 2025–2030 term were elected and approved by the Annual General Meeting of Shareholders as follows:

- Mrs Dinh Thi Trang Nhung - Head of the Board
- Mr Nguyen Duc My - Member
- Mrs Vuong Thi Phuong Giang - Member

2. Activities of the Supervisory Board:

- In 2025, the Supervisory Board fulfilled its obligations and responsibilities in accordance with the Law, the Company's Charter, and the Operating Regulations of the Supervisory Board, specifically:
 - Supervising the activities of the Board of Directors and the General Director in managing and operating the Company.
 - Examining the reasonableness, legality, accuracy, and prudence in the management and operation of the Company's business activities; the systematic consistency and appropriateness of accounting, statistics, and financial reporting.
 - Assessing the completeness, legality, and accuracy of the business performance reports, the annual and semi-annual financial statements, and the Board of Directors' management assessment reports. Reviewed the independent auditor's correspondence and the Company's executive board's feedback.
 - Monitored the Company's information disclosure in compliance with the Law on Securities and ensured transparency to protect shareholders' interests.
 - Inspected and supervised the procedures for organizing the General Meeting of Shareholders to ensure compliance with the law and the Company's Charter.

3. Remuneration and Operating Expenses:

Remuneration and expenses were implemented according to the levels approved by the General

Meeting of Shareholders and internal regulations.

- In 2025, the remuneration and other benefits for the Supervisory Board will be as follows:

No.	Full Name	Title	Amount (VND)	Notes
1	Dinh Thi Trang Nhung	Head of Board	24.000.000	
2	Nguyen Duc My	Member	12.000.000	
3	Vuong Thi Phuong Giang	Member	12.000.000	

- Other operating expenses: None

4. Supervisory Board Meetings in 2025:

- The Supervisory Board holds two meetings to monitor and evaluate the audited financial statements and other activities of the Company in accordance with its assigned functions and duties.

- Meetings were held online, and in the event of unforeseen issues, the Supervisory Board communicates via email, online platforms, or telephone to resolve them promptly

II. APPRAISAL OF BUSINESS PERFORMANCE REPORT:

1. Execution of Business Plan:

The company's performance towards achieving its business targets in 2025 is as follows:

No.	Key Indicators	Unit	Parent Company			Consolidated		
			Plan 2025	Actual 2025	%	Plan 2025	Actual 2025	%
1	Charter Capital	10 ⁶ d	100	100	100%	100	100	100%
2	Revenue & Other Income	10 ⁶ d	59.744	72.028	121%	375.471	397.549	106%
3	Profit After Tax	10 ⁶ d	40.081	47.945	120%	121.852	141.274	116%
4	2024 Dividend	(%)	5	10				

After reviewing the business performance reports, the Supervisory Board found that:

- The results of business operations in 2025 are presented fully, clearly, and truthfully.

- The Board of Directors and the Management Board have been very decisive in directing and managing production and business operations. As a result, revenue and profit at both the parent company and the consolidated company exceeded the targets approved by the 2025 Annual General Meeting of Shareholders by a high percentage. The company has preserved and developed shareholders' capital, ensuring sufficient cash flow to pay dividends to shareholders

- Results of the Parent Company: Total revenue, other income, and after-tax profit all exceeded the plan approved by the General Shareholders' Meeting, by 121% and 120% respectively. The parent company continued to receive high dividend income from its subsidiaries and income from deposits and loans.

- Consolidated results: Similarly, consolidated total revenue, other income, and net profit after tax all exceeded the plan by 106% and 116% respectively.

2. Development Investment:

- In 2025, the power projects invested in by the Company continued to operate stably and efficiently. More than 90% of the power plants exceeded their production and revenue targets.

Consolidated after-tax profit exceeded the target by a very high rate of 116%. This achievement was due to all power plants exceeding their production targets, while effective management and operation optimized production and operating costs.

III. APPRAISAL OF FINANCIAL STATEMENTS:

1. Financial Statement Appraisal:

- The 2025 financial statements were prepared by the Company in accordance with current Vietnamese accounting standards and regulations, meeting the Company's management requirements.

- Accounting records are prepared, recorded, used, and maintained fully, promptly, and in accordance with the prescribed forms and templates of the current accounting system.

- The reporting and disclosure of financial information, both periodically and as required by the Securities Law, are carried out in accordance with the regulations applicable to listed companies.

- The 2025 financial statements were audited by AAC Auditing and Accounting Co., Ltd., an entity approved by the State Securities Commission of Vietnam to audit listed companies. The auditor's conclusion stated: "The financial statements fairly and reasonably reflect the financial position of the Company as of December 31, 2025, as well as the business results and cash flow for the fiscal year ending on the same date, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, and relevant legal regulations concerning the preparation and presentation of financial statements.

The Supervisory Board fully agrees with this audit report.

2. Financial Position (as of Dec 31, 2025):

Based on the audited financial statements for 2025, the Company's financial situation is reflected in several key indicators as follows

- Total Assets: 975,859 million VND (up 9.58% year-on-year), primarily driven by loans and financial investments.

+ Short-term Assets: Held-to-maturity investments (deposits) account for 23%; short-term loan receivables account for 65.6%. The accounts receivable from customers are also quite large and long-standing; however, the company has made appropriate provisions for risk reserves as required by regulations.

+ Long-term Assets: Long-term financial investments in subsidiaries and associates account for 82.92% (547,552 million VND). These entities provide steady annual dividend income. The second largest item is investments held to maturity (VND 125,000 million, equivalent to 18.93%). These are certificates of deposit with maturities exceeding 12 months at finance companies and commercial joint-stock banks, offering relatively high interest rates compared to the general market, thus providing a significant financial income for the company.

+ Of the total capital of VND 975,859 million, loans and financial lease liabilities accounted for the largest proportion at VND 143,530 million, equivalent to 14.71%.

+ Liabilities: Totaled 22.43% of total capital (up 27.61% year-on-year). However, correspondingly, accounts receivable from loans in total assets also increased, so the Company's short-term liabilities are all assessed as having low risk.

+ Equity amounted to VND 756,965 million, an increase of 5.28% compared with the previous year, of which VND 100 billion represents charter capital. The remainder consists of share premium, development investment fund, and undistributed earnings, share capital surplus, development investment fund, and undistributed profits (VND 656,965 million). This shows that shareholder capital has been preserved and developed very well over the years, increasing book value and thus increasing the market value of shareholders' shares.



- The solvency and business performance indicators as of December 31, 2025 show that the Company has the ability to pay its debts when due, has a reasonable capital turnover, uses capital efficiently, and has a relatively high profitability.

An assessment of the financial situation shows that the company is operating very efficiently and is in excellent financial shape.

3. Report on the assessment of related-party transactions:

This is conducted in accordance with the law and the Company's Articles of Association. The parties involved in the transactions do so on an equal, voluntary basis and in accordance with their capabilities. The purpose of the transactions does not violate social ethics. Transactions between the Company and the aforementioned parties are fully listed and disclosed in the audited financial statements, the Corporate Governance Report, and in accordance with the regulations of the Securities Law for listed companies.

IV. EVALUATION OF THE MANAGEMENT AND OPERATIONAL PERFORMANCE OF THE BOARD OF DIRECTORS AND THE MANAGEMENT TEAM OF THE COMPANY IN 2025.

1. The results of monitoring the Board of Directors, CEO, and other business executives:

- The Board of Directors, the CEO, and other business executives have managed and operated the Company in accordance with the business objectives and plans approved in the 2025 Annual General Meeting Resolution, ensuring reasonableness, legality, honesty, and prudence.

- The resolutions issued by the Board of Directors are in accordance with the Enterprise Law and the Company Charter, are unanimously agreed upon by the members, and are seriously, promptly, and effectively implemented by the Director and the executive board. The Supervisory Board has not recorded any cases of violations of regulations regarding the responsibilities and obligations of the Company's managers and executives.

2. Results of the assessment of the coordination of activities between the Supervisory Board, the Board of Directors, the General Director, and the shareholders:

- In 2025, the Supervisory Board received close cooperation from the Board of Directors and the Director, and was facilitated in fulfilling its supervisory duties (being provided with complete documentation and information related to the company's governance, financial situation, and business operations)

- In 2025, the Supervisory Board did not receive any comments or recommendations from state management agencies or shareholders.

V. PROPOSED RECOMMENDATIONS:

Based on the above assessment, evaluation, and analysis, the Supervisory Board makes the following proposals and recommendations

1. Regarding management and administration:

- The Board of Directors and the General Director will continue to improve governance and management in accordance with the law and the Company's Charter, closely adhering to the resolutions approved by the 2026 Annual General Meeting of Shareholders to manage the Company and exceed business targets. They will be decisive and flexible in directing operations, closely controlling and monitoring costs and cash flow, and improving capital efficiency to increase shareholder benefits.

- Currently, the company has many subsidiaries and affiliated companies. We propose that the Board of Directors and the General Director continue to strengthen the application of technology in management to improve productivity and operational efficiency.

- The Management Board should regularly assess the effectiveness of the investment portfolio and the operation of hydropower projects in which the company has invested capital, in order to

implement appropriate risk management measures and cope with natural disasters and unforeseen incidents that may affect the operation of the plants.

2. Regarding investment activities:

- The Board of Directors and Management will continue to research and seek new investment opportunities, focusing on the company's core business of hydropower, while maintaining a cautious approach and ensuring investment efficiency

3. Regarding debt collection:

- The company is facing difficulties in recovering its bad debts and has not made much progress. The company needs to be more proactive in recovering these debts (considering options such as legal action or selling the debt to a third party).

VI. 2026 WORK PLAN OF THE SUPERVISORY BOARD:

Based on the obligations and responsibilities of the Supervisory Board as stipulated in the approved operating regulations, in 2026 the Supervisory Board will focus on carrying out the following tasks

- Oversee the activities of the Board of Directors and the General Director in managing and operating the Company
- To examine the reasonableness, legality, honesty, and level of prudence in the management and operation of the company's business activities by the Board of Directors and the Management Board; and the systematic, consistent, and appropriate nature of the company's accounting, statistics, and financial reporting.
- Assess the completeness, legality, and accuracy of the business performance report, financial statements, and management reports of the Board of Directors; review the independent auditor's correspondence and the Company's executive board's feedback.
- Monitoring the Company's compliance with regulations on information disclosure under the Securities Law regarding information disclosure, and ensuring the transparency of the information disclosure process to protect the interests of shareholders
- Perform other duties and responsibilities as stipulated in the Supervisory Board's operating regulations, in accordance with the law and the Company's charter.



The above is the report on the performance results for 2025 and the plan for 2026 of the Supervisory Board of Song Da 505 Joint Stock Company. The Supervisory Board respectfully submits this report to the General Meeting of Shareholders.

Recipients:

- Shareholders;
- Members of the Supervisory Board;
- File copy of the 2026 Annual General Meeting documents.

HEAD OF THE SUPERVISORY BOARD

DINH THI TRANG NHUNG

