HYDRAULICS CONSTRUCTION CORPORATION NO. 4 – JSC
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No: 169./CV-BTC-TCT

Explanation of fluctuations of over 10% in profit after tax and the turnaround from loss to profit in the Separate and Consolidated Financial Statements for the second quarter of 2026 compared to the same period last year.

SOCIALIST REPUBLIC OF VIETNAM
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Ho Chi Minh City, July 28, 2026

To: - HANOI STOCK EXCHANGE

- Pursuant to the regulations on information disclosure as stipulated in Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance;

- Pursuant to the Separate Financial Statements and the Consolidated Financial Statements for Q2/2026 of Hydraulics Construction Corporation No. 4 – Joint Stock Company;

Hydraulics Construction Corporation No. 4 – JSC hereby provides the explanations for the year-on-year variance of over 10% in net profit and the turnaround from loss to profit in the Separate and Consolidated Financial Statements for Q2/2026 as follows:

- Regarding core business operations: Q2/2026 revenue increased year-on-year due to the office rental sector, which consequently drove up the corresponding cost of sales.
- Financial activities: Financial income for Q2/2026 increased year-on-year due to accrued interest income. Meanwhile, financial expenses decreased as a result of lower provision charges and the reversal of investments provisioning, which was also a major driver behind the year-on-year increase in net profit.
- Other profit: Other income for Q2/2026 increased year-on-year due to the recognition of contract breach penalties and other miscellaneous revenue. This increase outweighed and offset the rise in other expenses (arising from the clearance of pending costs from legacy projects), resulting in an increase in other profit compared to the same period last year.
- General and administrative (G&A) expenses: G&A expenses for Q2/2026 decreased year-on-year due to the reversal of certain provisions resulting from bad debt recoveries, alongside cost savings in personnel and other administrative expenses.

Consequent to the aforementioned factors, the net profit for Q2/2026 in both the Separate and Consolidated Financial Statements recorded a year-on-year increase of over 10%, successfully achieving a turnaround from loss to profit.

The above is the explanation provided by Hydraulics Construction Corporation No. 4 – JSC, which is respectfully submitted to the Hanoi Stock Exchange.

Respectfully yours,

Recipients:
- As above;
- Board of Directors; Audit Committee (for reporting);
- Filed: Archives.

LEGAL REPRESENTATIVE

M.S.D.N: 0300546537-C.T.C.P
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