

SONG DA CAO CUONG JOINT STOCK COMPANY

REPORT ON CAPITAL UTILIZATION

**in respect of the issuance of 8.000.000 shares to existing shareholders
for the period from 22/04/2025 to 16//12/2025**

Audited



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REPORT OF THE BOARD OF GENERAL DIRECTORS

The Board of Directors of Song Da Cao Cuong Joint Stock Company (hereinafter referred to as the "Company") hereby presents its Report and the Report on the use of proceeds from the offering of 8.000.000 shares to existing shareholders for the period from April 22, 2025 to December 16, 2025.

Company

Song Da Cao Cuong Joint Stock Company operates under Enterprise Registration Certificate No. 0800376530, initially registered on April 17, 2007, with the 20th amendment dated December 9, 2025, issued by the Department of Finance of Hai Phong City.

The Company's head office is located at: 214 Le Thanh Tong Street, Chi Linh Ward, Hai Phong City.

Board of Management

The members of the Board of Management in the fiscal year and to the reporting date are:

Mr. Kieu Van Mat	Chairman
Mr. Nguyen Hong Quyen	Member
Mr. Nguyen Anh Dung	Member
Mr. Nguyen Anh Hong	Member
Mr. Kieu Quang Vong	Member

Board of General Directors and Chief Accountant

The members of the Board of General Directors and Chief Accountant in the fiscal year and to the reporting date are:

Mr. Vu Van Chien	General Director	
Mr. Pham Van Thu	Deputy General Director	
Mr. Dao Xuan Quynh	Deputy General Director	Appointed on 05/05/2025
Mr. Tran Van Hoan	Chief Accountant	

Board of Supervision

The Board of Supervision during the year and as at the date of this report comprises:

Ms. Duong Thi Thao	Head of Committee	Appointed on 23/04/2025
Mr. Dao Xuan Quynh	Head of Committee	Dismissed on 22/04/2025
Ms. Bui Thi Ve	Member	
Ms. Nguyen Thi Thu Hoai	Member	

Legal Representative

Mr. Vu Van Chien	General Director
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SONG DA CAO CUONG JOINT STOCK COMPANY

214 Le Thanh Tong Street, Chi Linh Ward, Hai Phong City

Auditors

The Report on the use of proceeds from the offering of 8.000.000 shares to existing shareholders for the period from April 22, 2025 to December 16, 2025 of Song Da Cao Cuong Joint Stock Company has been audited by Vietnam Auditing and Valuation Company Limited (AVA), an audit firm qualified to audit issuing organizations, listed companies and securities business organizations in accordance with the regulations of the Ministry of Finance and the State Securities Commission.

Responsibilities of the Board of General Directors for the Report on the Use of Proceeds

The Board of General Directors of the Company is responsible for the preparation of the Report on the use of proceeds from the offering of 8.000.000 shares to existing shareholders for the period from April 22, 2025 to December 16, 2025, ensuring that it presents fairly and accurately the Company's use of proceeds.

The Board of General Directors of the Company ensures that proper accounting records are maintained and kept so as to accurately and fairly reflect the Company's use of proceeds from the public offering of shares for charter capital increase, and that the Report on the use of proceeds is prepared in compliance with the basis for preparation as described in the Notes to the Report on the use of proceeds.

The Board of General Directors of the Company represents that the Report on the use of proceeds presents fairly and accurately the Company's use of proceeds, in accordance with Vietnamese Accounting Standards and the Vietnamese Accounting System, and in compliance with relevant prevailing regulations.

Hai Phong, 20/03/2026

On behalf of the Board of Directors

General Director



Vu Van Chien



No.: 243/BCKT-TC/NV5

INDEPENDENT AUDITOR'S REPORT

**To: Shareholders, The Board of Management and Board of General Directors
Song Da Cao Cuong Joint Stock Company**

Audit report on the report on capital utilization

We have audited the report on capital utilization of the 8.000.000-share issuance to existing shareholders from April 22, 2025, to December 16, 2025, of Song Da Cao Cuong Joint Stock Company, prepared on March 6, 2026, covering pages 6 to 10 (hereinafter referred to as the "Report on Capital Utilization"). This report on capital utilization has been prepared by the Board of General Directors in accordance with the basis described in Note 02.

Board of General Directors' Responsibility

The Board of General Directors of the Company is responsible for the preparation and fair presentation of the Company's Report on Capital Utilization in accordance with the basis described in Note 02, and for such internal controls as the Board of General Directors determines necessary to enable the preparation and presentation of the Report on Capital Utilization free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Report on the use of proceeds based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the Company's Report on the use of proceeds is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the report on capital utilization. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Report on Capital Utilization, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of report on capital utilization that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the report on capital utilization.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Auditor's opinion

In our opinion, the report on capital utilization fairly presents, in all material respects, the capital utilization of Song Da Cao Cuong Joint Stock Company in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting Regime, and is consistent with the basis of preparation and presentation of the report on capital utilization as described in Note 02.

Accounting Basis and Restriction on the Intended Users of the Audit Report

Without modifying our opinion, we draw attention to Note 02 of the report on capital utilization, which describes the accounting basis. This report on capital utilization has been prepared to summarize the capital utilization from the Company's capital increase issuance and to meet the requirements of the State regulatory authorities. Accordingly, this report on capital utilization may not be suitable for any other purpose.

**VIETNAM AUDITING AND
VALUATION COMPANY LIMITED**



Nguyen Viet Long
Vice Director
Registration certificate
0692-2023-126-1
Hanoi, 20/03/2026

Bui Xuan Nguyen
Auditor
Registration certificate
4029-2023-126-1

REPORT ON CAPITAL UTILIZATION

**in respect of the issuance of 8.000.000 shares to existing shareholders
for the period from 22/04/2025 to 16/12/2025**

I. Issued shares

Name of the securities:	Shares in Song Da Cao Cuong Joint Stock Company
Ticker symbol:	SCL
Par value per share:	10.000 per/shares
Type of security:	Ordinary shares
Expected number of shares to be issued in the public offering:	8.000.000 shares
Charter capital prior to the public offering:	244.078.750.000 VND

II. Summary of the results of the public offering of shares

Total number of shares distributed:	8.000.000 shares
Total proceeds from the public offering:	100.000.000 VND
Charter capital after the public offering:	324.078.750.000 VND
Completion date of the public offering:	05/12/2025
Method of issuance:	Offering of shares to existing shareholders
Purpose of use of proceeds:	Refer to Section III.1 – Proposed plan for the use of proceeds as presented below.

III. Report on the utilization of proceeds from the public offering of shares**III.1. Proposed plan for the use of proceeds from the public offering of shares**

a. Plan for the use of proceeds from the public offering of shares in accordance with Board of Management's Resolution No. 1243/NQ-HĐQT dated 04/09/2025 approving the implementation of the share offering to existing shareholders:

STT	Contract No.	Outstanding loan balance as at 30/06/2025 (VND)	Proposed amount to be utilized from the proceeds (VND)	Proposed timeline for the use of proceeds
1	02/2023/1605829/HĐTD dated 20/04/2023	34.073.211.676	30.673.211.676	From Q4 2025 to Q1 2026
2	03/2023/1605829/HĐTD dated 11/10/2023	76.972.719.560	69.326.788.324	
	Total	111.045.931.236	100.000.000.000	

- At the end of the offering period, the Company will, based on its actual outstanding borrowings with the Bank, repay the loans under the above-mentioned Credit Agreements while they remain within their respective terms. Priority will be given to repaying the loan under Credit Agreement No. 02/2023/1605829/HĐTD, and the remaining proceeds will be used to repay the loan under Credit Agreement No. 03/2023/1605829/HĐTD.

- In the event that the proceeds from the offering are insufficient, the Company will use its other lawful funds and reserves or mobilize additional sources of capital in accordance with applicable laws and the Company's Charter to repay its borrowings and finance lease liabilities.

b. Resolution No. 1651/NQ-HĐQT dated 16/12/2025 of the Board of Management on the adjustment of the use of proceeds from the 2025 public share offering; accordingly, the revised plan is as follows:

- The total expected proceeds from the offering of 8,000,000 shares to existing shareholders, amounting to 100,000,000,000 VND, are expected to be used to repay the Company's borrowings and finance lease liabilities with Joint Stock Commercial Bank for Investment and Development of Vietnam – Bac Hai Duong Branch. Details are as follows:

STT	Use of proceeds	Amount (VND)
1	Repayment of long-term debt under Credit Agreement No. 03/2023/1605829/HĐTD dated 11/10/2023	51,000,000,000
2	Repayment of short-term debt under Credit Agreement No. 01/2025/1605829/HĐTD dated 02/06/2025	49,000,000,000
	Total	100,000,000,000

- Repayment of long-term borrowings

STT	Contract No.	Planned use of proceeds (VND)	Expected timeline for the use of proceeds	Note
1	03/2023/1605829/HĐTD dated 11/10/2023	51,000,000,000	Q4/2025 - Q1/2026	Decrease of VND 18,326,788,324 from the plan in Resolution No. 1243/NQ-HĐQT dated 04/09/2025
	Total	51,000,000,000		

- Repayment of short-term borrowings under Credit Agreement No. 01/2025/1605829/HĐTD dated 02/06/2025

STT	Specific credit agreement number	Debt receipt date	Debt repayment date	Outstanding principal amount (VND)	Planned utilization amount from the offering
1	407003578291	07/08/2025	03/02/2026	1,432,783,945	1,432,783,945
2	402003608014	13/08/2025	09/02/2026	10,028,837,778	10,028,837,778
3	400003570286	06/08/2025	02/02/2026	15,039,135,848	15,039,135,848
4	406003649745	21/08/2025	20/02/2026	3,492,500,178	3,492,500,178
5	408003677395	27/08/2025	23/02/2026	3,882,369,463	3,882,369,463
6	407003731543	10/09/2025	09/03/2026	13,040,597,345	13,040,597,345
7	408003712064	05/09/2025	04/03/2026	13,164,537,174	2,083,775,443
	Total			60,080,761,731	49,000,000,000

Expected timeline for the use of proceeds: Q1 2026.

III.2. Status of the utilization of proceeds from the offering of 8.000.000 shares to existing shareholders from 22/04/2025 to 16/12/2025

a. Proceeds from the issuance 100.000.000.000 VND

b. Use of proceeds

- Repayment of long-term loans:

STT	Contract No.	Estimated amount to be used from the offering (VND)	Actual amount utilized (VND)	Actual usage period
1	03/2023/1605829/HĐTD date 11/10/2023	51.000.000.000	51.000.000.000	14/01/2026
	Total	51.000.000.000	51.000.000.000	

- Repayment of short-term borrowings under Contract No. 01/2025/1605829/HĐTD dated 02/06/2025:

STT	Specific credit agreement number	Debt receipt date	Debt repayment date	Estimated amount to be used from the offering (VND)	Actual amount utilized (VND) (*)
1	407003578291	07/08/2025	03/02/2026	1.432.783.945	1.432.783.945
2	402003608014	13/08/2025	09/02/2026	10.028.837.778	10.028.837.778
3	400003570286	06/08/2025	02/02/2026	15.039.135.848	15.039.135.848
4	406003649745	21/08/2025	20/02/2026	3.492.500.178	3.492.500.178
5	408003677395	27/08/2025	23/02/2026	3.882.369.463	3.882.369.463
6	407003731543	10/09/2025	09/03/2026	13.040.597.345	13.040.597.345
7	408003712064	05/09/2025	04/03/2026	2.083.775.443	2.083.775.443
	Total			49.000.000.000	49.000.000.000

(*) The actual usage date is 12/01/2026.

c. Unused proceeds 0 VND

Prepared by



Do Thi Ngoc Hoi

Chief Accountant



Tran Van Hoan

Hai Phong, 20/03/2026
General Director


Vu Van Chien

REPORT ON CAPITAL UTILIZATION
in respect of the issuance of 8.000.000 shares to existing shareholders
for the period from 22/04/2025 to 16/12/2025

1. BACKGROUND

1.1 Forms of Ownership

Song Da Cao Cuong Joint Stock Company operates under Enterprise Registration Certificate No. 0800376530, initially registered on April 17, 2007, with the 20th amendment dated December 9, 2025, issued by the Department of Finance of Hai Phong City.

Charter capital: 324.078.750.000 VND.

Stock Code: SCL

The Company's head office is located at: 214 Le Thanh Tong Street, Chi Linh Ward, Hai Phong City.

1.2 Business field

The company's business line is Industrial manufacturing.

1.3 Business activities

The company's main business activities are the production of fly ash, autoclaved aerated concrete (AAC) blocks, panels, ready-mix dry mortar, and tile adhesives, serving the construction materials industry

2. Basis of Preparation of the Report

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance guiding the disclosure of information on the securities market, and its subsequent amendments and supplements.

Resolution No. 523/NQ-ĐHĐCĐ dated April 22, 2025, of the 2024 Annual General Meeting of Shareholders of Song Da Cao Cuong Joint Stock Company.

Resolution No. 783/NQ-HĐQT dated June 17, 2025, of the Board of Directors approving the roadmap for increasing charter capital in accordance with the resolution of the 2025 Annual General Meeting of Shareholders.

Resolution No. 1243/NQ-HĐQT dated September 4, 2025, of the Board of Management approving the implementation of the share issuance plan to existing shareholders.

Resolution No. 1244/NQ-HĐQT dated September 4, 2025, of the Board of Management approving the registration dossier for the additional share issuance to existing shareholders.

Resolution No. 1348/NQ-HĐQT dated October 2, 2025, of the Board of Management approving the record date and the period for exercising the subscription rights of the public share offering to existing shareholders.

Resolution No. 1589/NQ-HĐQT dated November 28, 2025, of the Board of Management approving the plan for handling odd-lot shares and unsubscribed shares from the 2025 additional public share offering to existing shareholders.

Resolution No. 1610/NQ-HĐQT dated December 5, 2025, of the Board of Management approving the results of the additional public share offering to existing shareholders.

Resolution No. 1651/NQ-HĐQT dated December 16, 2025, of the Board of Management approving the adjustment of the plan for using the proceeds from the 2025 public share offering to increase charter capital.

Report on the Adjustment of the Use of Proceeds from the Share Offering No. 1654/BC-SCL dated December 16, 2025.

The report on capital utilization has been prepared on a cash basis, presented at historical cost, in accordance with Vietnamese Accounting Standards, the current Vietnamese Enterprise Accounting Regime, and the relevant legal regulations governing the preparation and presentation of the report on capital utilization.

The report on capital utilization is used to report the capital utilization from the Company's capital increase issuance and does not extend to the Company's financial statements as a whole.

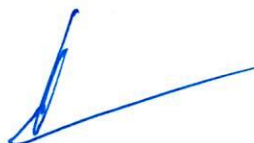
This report on capital utilization has been prepared to assist Song Da Cao Cuong Joint Stock Company in meeting the requirements of the State regulatory authorities. Accordingly, this report may not be suitable for a other purpose.

Prepared by



Do Thi Ngoc Hoi

Chief Accountant



Tran Van Hoan

Hai Phong, 20/03/2026

General Director



Vu Van Chien

