

No: 1001/2026/BC-BKS

Lao Cai, Dated 23 month 3, 2026

REPORT OF INSPECTION COMMITTEE
At the 2026 Annual General Meeting of Shareholders

To: The General Meeting of Shareholders

Pursuant to:

- The Charter of Northern Electricity Development and Investment Joint Stock Company No.2 (hereinafter referred to as the "Company");
- The Operational Regulations of the Company's Inspection Committee;
- The Company's audited financial statements for 2025;
- The results of inspection and supervision activities of the Inspection Committee in 2025.

The Inspection Committee respectfully reports to the General Meeting of Shareholders on the results of its inspection and supervision of the Company's operations in 2025 as follows:

I. Activities of the Inspection Committee and Inspector

1. Organizational structure of the Inspection Committee

- Members of the Inspection Committee in 2025 include:
 - Mr. Vu Van Manh - Head of the Inspection Committee
 - Ms. Nguyen Thi Quynh Trang - Member
 - Mr. Le Thanh Hai - Member

2. Results of activities of the Inspection Committee and Inspector

In 2025, the Inspectors and Inspection Committee carried out inspections and supervision of compliance with legal regulations, the Company Charter, and internal regulations in the management and administration of production and business activities by the Board of Management and the Executive Board, specifically as follows:

- Evaluated the activities of the Board of Management and the Executive Board, appraised the financial statements and business performance results of the Company in 2024; and approved the Supervisory Board's reports and proposals submitted to the 2025 Annual General Meeting of Shareholders.
- Participated in reviewing documents, preparing, and organizing the 2025 Annual General Meeting of Shareholders.
- Reviewed the legality and procedures for issuing Resolutions and Decisions of Board of Management and the General Director of the Company, ensuring compliance with legal regulations and the Company Charter.
- Reviewed and evaluated the Company's quarterly production and business performance results in 2025.
- Assisted the Company in selecting an independent auditing firm to audit the Company's 2025 financial statements.

- Supervised the Company's information disclosure in accordance with legal requirements applicable to public companies.
- Attended and provided opinions at meetings of the Board of Management.
- Provided opinions and recommendations to the Board of Management and the Executive Board on issues related to the Company's operations in 2025.
- Performed other tasks in accordance with the functions and duties of the Inspection Committee.

Remuneration of the Inspection Committee:

Shareholders are kindly requested to refer to the Report on remuneration payment to members of the Board of Management and the Inspection Committee in 2025, which is submitted to the General Meeting of Shareholders.

Summary of meetings of the Inspection Committee:

Shareholders are kindly requested to refer to the 2025 Corporate Governance Report, which is published on the Company's website.

II. Coordination between the Inspection Committee, the Board of Management, and the Executive Board

The Inspection Committee maintained effective coordination with the Board of Management and the Executive Board of the Company as follows:

- The Inspection Committee was invited to attend and provide opinions at meetings of the Board of Management and was able to contribute opinions on matters relating to the management and operation of the Company's production and business activities.
- The Inspection Committee was provided with information and documents of the Company in accordance with the Law on Enterprises and the Company Charter.
- The Inspection Committee was provided with information relating to management, operation, and the financial situation of the Company upon request.

III. Results of the Supervision of the Board of Management' Activities

- The Board of Management successfully organized the 2025 Annual General Meeting of Shareholders to approve important decisions of the Company. The organization of the General Meeting of Shareholders complied with legal regulations and the provisions of the Company Charter.
- In 2025, the Board of Management held meetings and issued Resolutions and Decisions either through direct meetings or by written consultation. The Resolutions and Decisions of the Board of Management were issued in accordance with proper procedures, within their authority, and in compliance with legal regulations and the Company's internal regulations.
- During 2025, the Board of Management discussed and decided on several important matters relating to the Company's operations, including:
 - + Approval of the agenda, plans, and documents for the 2025 Annual General Meeting of Shareholders
 - + Approval of the 2024 dividend payment plan
 - + Appointment of the Chief Accountant and the person in charge of corporate governance of the Company
 - + Approval of Ernst & Young Vietnam Co., Ltd. as the firm to conduct the review and audit of the Company's 2025 financial statements
 - + Approval of the supplementary loan plan at BIDV Bank
 - + Approval of amendments to the Enterprise Registration Certificate relating to the Company's business address following administrative boundary adjustments of Lao Cai Province and approval of the change of the Company's corporate seal
 - + Approval of the relocation of the Company's representative office from 7th Floor, Cho Mo Commercial Center, 459C Bach Mai Street, Bach Mai Ward, Hanoi to 9th Floor, Vinaconex Building, 34 Lang Ha Street, Lang Ward, Hanoi

- + Approval of other matters serving the management and operation of the Company's production and business activities in accordance with the plan approved by the General Meeting of Shareholders.

The Inspection Committee assesses that the Board of Management operated in compliance with current legal regulations, the Company Charter, and internal regulations, and closely directed the Executive Board to implement safe and efficient production and business operations.

IV. Results of the Supervision of the Executive Board' Activities

The Company's Executive Board directly manages production and business operations according to the functions and duties stipulated in the Company's Charter, implementing the production and business plan according to the resolutions of the General Meeting of Shareholders and the resolutions and decisions of the Board of Management.

- Regarding the achievement of production and business targets: All production and business targets for 2025 show growth compared to 2024, specifically: Commercial electricity output, total revenue and other income, pre-tax profit, and after-tax profit are 452.7 million kWh, VND 409.9 billion, VND 226.2 billion, and VND 214.6 billion respectively; corresponding to 113.4%, 111.7%, 132.4%, and 132.7% compared to 2024.

Compared to the 2025 plan assigned by the General Meeting of Shareholders, the above targets have reached 112.5%; 111.2%; 138.1% and 138.3%. The business results for 2025 are expected to be as good as above due to increased electricity production (due to increased rainfall and optimized operation), leading to corresponding revenue growth. Simultaneously, the Company proactively reduced costs (total costs in 2025 will be 89.7% of the 2025 plan and 93.7% of the 2024 performance).

With after-tax profit reaching VND 214.6 billion in 2025, the Company proposes to the General Meeting of Shareholders a dividend payment of 35% for 2025.

- Regarding the production and operation of the Ngoi Phat and Ngoi Phat Expansion hydropower plants:

The management board continues to perform well in maintenance and repair work, proactively carrying out major overhauls of units H3 and H4. Risk prevention and firefighting measures are also being emphasized.

The management board continues to proactively implement technical improvement plans and initiatives, mastering technology and optimizing operations, calculating water flow to ensure stable and efficient plant operation.

Commercial electricity output in 2025 is 452.75 million kWh, reaching 112.5% of the plan.

- Company's financial situation:

The company has proactively balanced and utilized cash flow to ensure stable production and business operations, overcome the consequences of storms and floods, paid dividends in accordance with the General Meeting of Shareholders' Resolution (25% equivalent to VND 124 billion), and repaid principal and interest to credit institutions fully and on time (repaid principal of investment loans VND 174.5 billion, repaid principal of short-term loans VND 118.3 billion, and repaid interest of VND 40.8 billion).

At the end of 2025, cash and cash equivalents will be VND 106.5 billion; bank loan balance will be VND 534.3 billion (of which long-term loans will be VND 534.2 billion).

- Other activities of the Executive Board in 2025:

- + Completing the renewal of the power plant operation license for Ngoi Phat Hydropower Plant and issuing a new environmental permit.

- + Issuing IREC certificates to partners, generating VND 498 million in revenue.
- + Implementing effective management to improve labor productivity and work efficiency, reducing costs to contribute to improving the company's production and business results.
- + Taking care of the lives of employees. Ensuring salaries, bonuses, insurance contributions, and other welfare and social security benefits for the Company's employees.

The Inspection Committee assessed the performance of the Company's Executive Board during the year in compliance with the resolutions and decisions of the General Meeting of Shareholders and the Board of Management, in accordance with the law and the Company's internal regulations.

V. Review of the 2025 Financial Statements

- The Company's 2025 financial statements were prepared in accordance with Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System and were audited by Ernst & Young Vietnam Co., Ltd., which is approved by the State Securities Commission to audit listed companies and is included in the list of auditing firms approved by the 2025 Annual General Meeting of Shareholders.
- The auditor's opinion on the Company's 2025 financial statements: *In our opinion, the financial statements give a true and fair view, in all material respects, of the financial position of the Company as at 31 December 2025, and of its financial performance and cash flows for the year then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, and relevant legal regulations on the preparation and presentation of financial statements.*
- The Inspection Committee agrees with the 2025 financial statements audited by Ernst & Young Vietnam Co., Ltd.

VI. Assessment of the implementation of the 2025 General Meeting of Shareholders' Resolutions

1. Implementation of business targets

Indicators	Unit	Plan 2025	Actual 2025	Actual/Plan 2025
Commercial electricity output	VND million	402,5	452,7	112,5%
Total revenue and other income	VND million	368.573	409.896	111,2%
Total expenses	VND million	204.735	183.714	89,7%
Profit before tax	VND million	163.838	226.182	138,1%
Profit after tax	VND million	155.237	214.643	138,3%
Dividends	%	25%	Proposed 35%	140,0%

2. Other implementations

Other matters approved by the General Meeting of Shareholders were implemented in accordance with regulations, including:

- Profit distribution and dividend payment for 2024.
- Appointment of Ernst & Young Vietnam Co., Ltd. as the independent auditing firm for the 2025 semi-annual review and annual audit.
- Payment of remuneration to the Board of Management and Inspection Committee in 2024 and allocation and payment of remuneration for 2025 in accordance with the plan approved by the 2025 Annual General Meeting of Shareholders.

VII. Recommendations

The Inspection Committee recommends that the Board of Management and the Executive Board:

- Continue reviewing and optimizing operations, costs, human resources, inventories, and spare parts; implement technical improvement initiatives to increase labor productivity and business efficiency.
- Continue strengthening inspection, supervision, maintenance, repair of machinery, equipment, and civil works, and remediate impacts from the 2025 rainy and storm season to ensure safe and reliable plant operation.
- Continue optimizing the organizational structure and human resources, improve internal regulations, and enhance corporate governance quality.
- Utilize the management experience of major shareholders, including Vinaconex Corporation and Toyota Tsusho Corporation (TTC), to improve business efficiency and develop NEDI2 sustainably.

The above is the report of the Inspection Committee on the results of inspection and supervision of the Company's operations in 2025. The Inspection Committee respectfully submits this report to the General Meeting of Shareholders.

Respectfully submitted.

Recipients:

- The 2026 Annual General Meeting of Shareholders;
- Filed at the Office.

ON BEHALF. INSPECTION COMMITTEE

Head of Inspection Committee



Vu Van Manh

