

# FINANCIAL STATEMENTS

**NHA BE WATER SUPPLY JOINT STOCK COMPANY**

For the fiscal year ended as at 31/12/2024  
(audited)



**Nha Be Water Supply Joint Stock Company**

No. 1179 Nguyen Van Linh Street, Quarter 4, Tan Phong Ward, District 7, Ho Chi Minh City

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**Nha Be Water Supply Joint Stock Company**

No. 1179 Nguyen Van Linh Street, Quarter 4, Tan Phong Ward, District 7, Ho Chi Minh City

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**REPORT OF THE BOARD OF MANAGEMENT**

The Board of Management of Nha Be Water Supply Joint Stock Company ("the Company") presents its report and the Company's Financial Statements for the fiscal year ended as at 31 December 2024.

**THE COMPANY**

Nha Be Water Supply Joint Stock Company is a company that was privatized from Saigon Water Corporation – Nha Be Water Supply Branch according to Decision No. 6659/QĐ-UBND dated 30 December 2005 issued by the People's Committee of Ho Chi Minh City. The Company operates activities under Business registration certificate of joint stock company No. 0304789298 issued by Ho Chi Minh City Department of Investment and Planning for the first time on 02 January 2007, 09th re-registered on 14 August 2020.

The Company's head office is located at: No. 1179 Nguyen Van Linh Street, Quarter 4, Tan Phong Ward, District 7, Ho Chi Minh City.

**BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION**

The members of The Board of Directors during the fiscal year and to the reporting date are:

Mr. Huynh Hao Tai	Chairman	(Appointed on 22/04/2024)
Mr. Le Trong Hieu	Chairman	(Resigned on 22/04/2024)
Mr. Ly Thanh Tai	Member	
Mr. Bui Thanh Giang	Member	
Mr. Ly Buu Nghia	Member	
Mr. Luc Chanh Truong	Member	
Mr. Nguyen Anh Tuan	Member	
Mr. Vo Tan Bao Quang	Member	

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

Mr. Ly Thanh Tai	Director
Mrs. Nguyen Ngoc Trang	Deputy Director
Mr. Nguyen Ngoc Thanh	Deputy Director
Mr. Nguyen Hoang Tuan	Deputy Director

The members of the Board of Supervision are:

Mrs. Vo Thi Cam Tu	Head of Control Department
Mrs. Pham Thi Phuong Linh	Member
Mrs. Nguyen Thi Ngoc Oanh	Member
Mr. Nguyen Hoang Lam	Member
Mrs. Nguyen Ngoc Nga	Member

**LEGAL REPRESENTATIVE**

The legal representative of the Company during the year and until the preparation of this Financial Statements is Mr. Ly Thanh Tai - Director.



## **AUDITORS**

The auditors of AASC Auditing Firm Company Limited have taken the audit of Financial Statements for the Company.

## **STATEMENT OF THE BOARD OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS**

The Board of Management is responsible for the Financial Statements which give a true and fair view of the financial position of the Company, its operating results and its cash flows for the year. In preparing those Financial Statements, the Board of Management is required to:

- Establish and maintain an internal control system which is determined necessary by the Board of Directors and Board of Management to ensure the preparation and presentation of Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- Prepare the Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Financial Statements;
- Prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

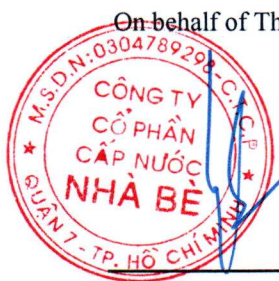
The Board of Management is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at any time and to ensure that the Financial Statements comply with the current State's regulations. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Financial Statements give a true and fair view of the financial position at 31 December 2024, its operation results and cash flows in the year 2024 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements.

### **Other commitments**

The Board of Management pledges that the Company complies with Decree No. 155/2020/ND-CP dated 31 December 2020 on detailing and guiding the implementation of a number of articles of the Law on Securities and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market and the Circular No. 68/2024/TT-BTC dated 18 September 2024 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 96/2020/TT-BTC.

On behalf of The Board of Management



**Ly Thanh Tai**

Director

Ho Chi Minh City, 28 March 2025



## INDEPENDENT AUDITOR'S REPORT

**To:** Shareholders, Board of Directors and Board of Management  
Nha Be Water Supply Joint Stock Company

We have audited the accompanying Financial Statements of Nha Be Water Supply Joint Stock Company prepared on 28 March 2025, from page 06 to page 36, including: Statement of Financial position as at 31 December 2024, Statement of Income, Statement of Cash flows and Notes to the Financial Statements for the fiscal year then ended.

### Board of Management's Responsibility

The Board of Management is responsible for the preparation and presentation of Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements and for such internal control as directors determines is necessary to enable the preparation and presentation of Financial Statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with standards and ethical requirements; plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of Financial Statements 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 Board of Management, as well as evaluating the overall presentation of the Financial Statements.

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 Financial Statements give a true and fair view, in all material respects, of the financial position of Nha Be Water Supply Joint Stock Company as at 31 December 2024, its operating results and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements.

**Other matter**

The Financial Statements of Nha Be Water Supply Joint Stock Company for the fiscal year ended as at 31 December 2023 were audited by another auditor and UHY Auditing and Consulting Company Limited. Auditor expressed an unqualified opinion on these Financial statements on 20 March 2024.

**Branch of AASC Auditing Firm Company Limited**



**Tran Trung Hieu**

Director

Certificate of registration to audit practice

No. 2202-2023-002-1

*Ho Chi Minh City, 28 March 2025*

**Dao Trung Thanh**

Auditor

Certificate of registration to audit practice

No. 4700-2024-002-1





## STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

Code	ASSETS	Note	31/12/2024 VND	01/01/2024 (Reclassified) VND
100	<b>A. CURRENT ASSETS</b>		<b>126,105,314,975</b>	<b>143,349,819,398</b>
110	<b>I. Cash and cash equivalents</b>	03	<b>25,119,312,413</b>	<b>33,614,792,552</b>
111	1. Cash		20,119,312,413	33,614,792,552
112	2. Cash equivalents		5,000,000,000	-
120	<b>II. Short-term investments</b>	04	<b>60,000,000,000</b>	<b>65,000,000,000</b>
123	1. Held-to-maturity investments		60,000,000,000	65,000,000,000
130	<b>III. Short-term receivable</b>		<b>11,676,667,775</b>	<b>12,521,445,758</b>
131	1. Short-term trade receivables	05	12,279,720,981	13,161,806,847
132	2. Short-term prepayments to suppliers	06	446,792,180	326,142,500
136	3. Other short-term receivables	07	1,344,354,541	1,135,777,140
137	4. Provision for short-term doubtful debts		(2,394,199,927)	(2,102,280,729)
140	<b>IV. Inventories</b>	09	<b>23,707,645,546</b>	<b>29,877,649,253</b>
141	1. Inventories		23,707,645,546	29,877,649,253
150	<b>V. Other short-term assets</b>		<b>5,601,689,241</b>	<b>2,335,931,835</b>
151	1. Short-term prepaid expenses	13	3,196,362,317	818,457,825
152	2. Deductible VAT		2,405,326,924	1,516,835,542
153	3. Taxes and other receivables from State budget	16	-	638,468
200	<b>B. NON-CURRENT ASSETS</b>		<b>199,300,399,127</b>	<b>161,237,852,193</b>
210	<b>I. Long-term receivables</b>		<b>39,000,000</b>	<b>39,000,000</b>
216	1. Other long-term receivables	07	39,000,000	39,000,000
220	<b>II. Fixed assets</b>		<b>180,220,909,709</b>	<b>146,158,952,942</b>
221	1. Tangible fixed assets	11	179,153,564,749	144,597,056,554
222	- Historical cost		556,330,613,189	495,727,095,866
223	- Accumulated depreciation		(377,177,048,440)	(351,130,039,312)
227	2. Intangible fixed assets	12	1,067,344,960	1,561,896,388
228	- Historical cost		14,186,235,253	13,518,850,253
229	- Accumulated amortization		(13,118,890,293)	(11,956,953,865)
240	<b>IV. Long-term assets in progress</b>	10	<b>9,308,164,653</b>	<b>8,884,700,088</b>
242	1. Construction in progress		9,308,164,653	8,884,700,088
260	<b>VI. Other long-term assets</b>		<b>9,732,324,765</b>	<b>6,155,199,163</b>
261	1. Long-term prepaid expenses	13	5,916,611,038	1,678,532,935
262	2. Deferred income tax assets	29.a	3,815,713,727	4,476,666,228
270	<b>TOTAL ASSETS</b>		<b>325,405,714,102</b>	<b>304,587,671,591</b>



## STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

(continued)

Code CAPITAL	Note	31/12/2024	01/01/2024 (Reclassified)
		VND	VND
<b>300 C. LIABILITIES</b>		<b>142,525,711,512</b>	<b>127,331,660,312</b>
<b>310 I. Current liabilities</b>		<b>142,200,711,512</b>	<b>127,006,660,312</b>
311 1. Short-term trade payables	14	93,952,010,593	85,712,602,815
312 2. Short-term prepayments from customers	15	1,087,882,684	558,062,829
313 3. Taxes and other payables to State budget	16	25,979,512,960	18,233,377,632
314 4. Payables to employees		15,511,102,763	16,023,538,326
315 5. Short-term accrued expenses	17	197,363,259	191,616,915
319 6. Other short-term payments	18	4,690,921,695	6,220,774,254
322 7. Bonus and welfare fund		781,917,558	66,687,541
<b>330 II. Non-current liabilities</b>		<b>325,000,000</b>	<b>325,000,000</b>
337 1. Other long-term payables	18	325,000,000	325,000,000
<b>400 D. OWNER'S EQUITY</b>		<b>182,880,002,590</b>	<b>177,256,011,279</b>
<b>410 I. Owner's equity</b>	<b>19</b>	<b>182,880,002,590</b>	<b>177,256,011,279</b>
411 1. Contributed capital		109,000,000,000	109,000,000,000
411a Ordinary shares with voting rights		109,000,000,000	109,000,000,000
414 2. Other capital		431,588,293	431,588,293
418 3. Development and investment funds		41,595,763,549	41,595,763,549
421 4. Retained earnings		31,852,650,748	26,228,659,437
421a Retained earnings accumulated to previous year		1,545,286,060	(643,592,434)
421b Retained earnings of the current year		30,307,364,688	26,872,251,871
<b>440 TOTAL CAPITAL</b>		<b>325,405,714,102</b>	<b>304,587,671,591</b>



Vo Thi Kim Loan  
Preparer



Vu Thi Thuy Nga  
Chief Accountant




Ly Thanh Tai  
Director

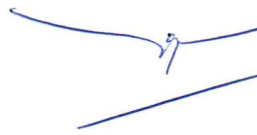
Ho Chi Minh City, 28 March 2025


## STATEMENT OF INCOME

Year 2024

Code	ITEMS	Note	Year 2024	Year 2023 (Reclassified)
			VND	VND
01	1. Revenues from sales of goods and rendering of services	21	906,053,704,717	888,862,405,077
02	2. Revenue deductions		-	-
10	3. Net revenues from sales of goods and rendering of services		906,053,704,717	888,862,405,077
11	4. Cost of goods sold and services rendered	22	617,999,717,358	605,024,861,519
20	5. Gross profit from sales of goods and rendering of services		288,053,987,359	283,837,543,558
21	6. Financial income	23	2,535,680,966	5,159,147,122
22	7. Financial expense		-	-
23	<i>In which: Interest expense</i>		-	-
25	8. Selling expense	24	166,359,932,041	165,212,363,844
26	9. General and administrative expense	25	84,391,829,880	88,763,624,266
30	10. Net profit from operating activities		39,837,906,404	35,020,702,570
31	11. Other income	26	178,522,587	35,417,215
32	12. Other expense	27	5,053,931	166,405,037
40	13. Other profit		173,468,656	(130,987,822)
50	14. Total net profit before tax		40,011,375,060	34,889,714,748
51	15. Current corporate income tax expense	28	9,043,057,871	8,787,215,218
52	16. Deferred corporate income tax expense	29.b	660,952,501	(769,752,341)
60	17. Profit after corporate income tax		30,307,364,688	26,872,251,871
70	18. Basic earnings per share	30	2,780	2,465

  
Vo Thi Kim Loan  
Preparer

  
Vu Thi Thuy Nga  
Chief Accountant

  
Ly Thanh Tai  
Director

Ho Chi Minh City, 28 March 2025



## STATEMENT OF CASH FLOWS

*Year 2024*  
*(indirect method)*

Code	ITEMS	Note	Year 2024	Year 2023 (Reclassified)
			VND	VND
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	1. <i>Profit before tax</i>		40,011,375,060	34,889,714,748
	2. <i>Adjustments for</i>			
02	- Depreciation and amortization of fixed assets and investment properties		35,718,668,517	30,596,327,550
03	- Provisions		291,919,198	1,857,859,409
05	- Gains / losses from investment activities		(2,559,680,966)	(5,159,147,122)
07	- Other adjustments		(108,225,000)	-
08	3. <i>Operating profit before changes in working capital</i>		73,354,056,809	62,184,754,585
09	- Increase/ decrease in receivables		(544,185,910)	(1,579,314,827)
10	- Increase/ decrease in inventories		6,170,003,707	(2,677,543,332)
11	- Increase/ decrease in payables (excluding interest payable/ corporate income tax payable)		14,755,170,139	2,551,608,690
12	- Increase/ decrease in prepaid expenses		(6,615,982,595)	(676,360,544)
15	- Corporate income tax paid		(9,290,701,577)	(13,285,948,588)
17	- Other payments on operating activities		(7,073,143,360)	(6,436,064,737)
20	<i>Net cash flow from operating activities</i>		70,755,217,213	40,081,131,247
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	1. Purchase or construction of fixed assets and other long-term assets		(70,204,089,849)	(45,052,532,568)
22	2. Proceeds from disposals of fixed assets and other long-term assets		24,000,000	-
23	3. Loans and purchase of debt instruments from other entities		(130,000,000,000)	(140,000,000,000)
24	4. Collection of loans and resale of debt instrument of other entities		135,000,000,000	130,000,000,000
27	5. Interest and dividend received		2,744,872,747	5,120,878,629
30	<i>Net cash flow from investing activities</i>		(62,435,217,102)	(49,931,653,939)
	<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
36	1. Dividends or profits paid to owners		(16,815,480,250)	(14,625,353,250)
40	<i>Net cash flow from financing activities</i>		(16,815,480,250)	(14,625,353,250)



## STATEMENT OF CASH FLOWS

*Year 2024*  
*(indirect method)*

Code	ITEMS	Note	Year 2024	Year 2023
			VND	(Reclassified) VND
50	Net cash flows in the year		(8,495,480,139)	(24,475,875,942)
60	Cash and cash equivalents at beginning of the year		33,614,792,552	58,090,668,494
70	Cash and cash equivalents at end of the year	03	<u>25,119,312,413</u>	<u>33,614,792,552</u>



**Vo Thi Kim Loan**  
 Preparer



**Vu Thi Thuy Nga**  
 Chief Accountant




**Ly Thanh Tai**  
 Director

*Ho Chi Minh City, 28 March 2025*

## **NOTES TO THE FINANCIAL STATEMENTS**

*Year 2024*

### **1 . GENERAL INFORMATION OF THE COMPANY**

#### **Forms of Ownership**

Nha Be Water Supply Joint Stock Company is a company that was privatized from Saigon Water Corporation – Nha Be Water Supply Branch according to Decision No. 6659/QĐ-UBND dated 30 December 2005 issued by the People's Committee of Ho Chi Minh City. The Company operates activities under Business registration certificate of joint stock company No. 0304789298 issued by Ho Chi Minh City Department of Investment and Planning for the first time on 02 January 2007, 09th re-registered on 14 August 2020.

The Company's head office is located at: No. 1179 Nguyen Van Linh Street, Quarter 4, Tan Phong Ward, District 7, Ho Chi Minh City.

The Company's Charter capital: VND 109,000,000,000, the actual contributed capital as at 31 December 2024 is VND 109,000,000,000, equivalent to 10,900,000 shares, par value per share: VND 10,000.

The number of employees of the Company as at 31 December 2024 is 388 (as at 01 January 2024: 391).

#### **Business field**

Commerce, services, construction and production of mineral water.

#### **Business activities**

Main business activities of the Company include:

- Management and development of the water supply system; provision and business of clean water for consumption and production needs;
- Consulting on the construction of water supply works, civil and industrial works (excluding supervision, surveying of works);
- Construction of water supply and drainage works. Project preparation, design verification. Reconstruct the road surface for specialized water supply projects and other projects;
- Wholesale and retail of purified water, materials, water industry equipment, water filtration equipment.

### **2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY**

#### **2.1 . Accounting period and accounting currency**

Annual accounting period commences from 01 January and ends as at 31 December.

The Company maintains its accounting records in Vietnam Dong (VND).

#### **2.2 . Standards and Applicable Accounting Policies**

##### *Applicable Accounting Policies*

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

##### *Declaration of compliance with Accounting Standards and Accounting System*

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.



**2.3 . Financial Instruments**

The preparation of Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the Financial Statements and the reported amounts of revenues and expenses during the fiscal year.

The estimates and assumptions that have a material impact in the Financial Statements include:

- Provision for bad debts
- Provision for devaluation of inventory
- Provision for payables
- Estimated allocation of prepaid expenses
- Estimated useful life of fixed assets
- Classification and provision of financial investments
- Estimated income tax

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are assessed by the Board of Management to be reasonable under the circumstances.

**2.4 . Financial Instruments***Initial recognition**Financial assets*

Financial assets of the Company include cash, cash equivalents, trade receivables, other receivables, lending loans. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

*Financial liabilities*

Financial liabilities of the Company include trade payables, other payables and accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expenses directly related to the issuance of those liabilities.

*Subsequent measurement after initial recognition*

Financial assets and financial liabilities are not revalued according to fair value at the end of the year because the Circular No. 210/2009/TT-BTC and prevailing statutory regulations require to present Financial statements and Notes to financial instruments but not provide any relevant instruction for assessment and recognition of fair value of financial assets and financial liabilities.

**2.5 . Cash and cash equivalents**

Cash comprises cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 03 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

**2.6 . Financial investments**

*Investments held to maturity* comprise term deposits held to maturity to earn profits periodically.

Provision for devaluation of investments is made at the end of the year as follows:

- Investments held to maturity: provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.



**2.7 . Receivables**

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. The receivables shall be classified into short-term receivables or long-term receivables on the Financial Statements according to their remaining terms at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimating the possible losses.

**2.8 . Inventories**

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Net realizable value is estimated based on the selling price of the inventory minus the estimated costs for completing the products and the estimated costs needed for their consumption.

The cost of inventory is calculated by weighted average method.

Inventory is recorded by perpetual method.

Method for valuation of work in process at the end of the year: The value of work in progress is recorded based on actual cost incurred for each unfinished product.

Provision for devaluation of inventories made at the end of the year is based on the excess of original cost of inventory over their net realizable value.

**2.9 . Fixed assets**

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount.

*Subsequent measurement after initial recognition*

If these costs augment future economic benefits obtained from the use of tangible fixed assets are extended to their initial standards conditions, these costs are capitalized as an incremental in their historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the Statement of Income in the year in which the costs are incurred.

Fixed assets are depreciated (amortised) using the straight-line method over their estimated useful life as follows:

- Buildings, structures	05 - 25 years
- Machinery, equipment	03 - 10 years
- Vehicles, Transportation equipment	05 - 15 years
- Office equipments and furnitures	05 years
- Other fixed assets	03 years
- Management software	03 - 05 years

**2.10 . Construction in progress**

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs.

**2.11 . Operating lease**

Operating lease is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to Statement of Income on a straight-line basis over the period of the lease.

**2.12 . Prepaid expenses**

The expenses incurred but related to operating results of several accounting years are recorded as prepaid expenses and are allocated to the operating results in the following accounting years.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting year should be based on the nature of those expenses to select a reasonable allocation method and criteria.

Types of prepaid expenses include:

- Tools and supplies include assets which are possessed by the Company in an ordinary course of business, with historical cost of each asset less than 30 million dongs and therefore not eligible for recording as fixed asset under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis not exceed 03 years.
- Other prepaid expenses are recorded at their historical costs and allocated on the straight-line basis in the useful life.

**2.13 . Payables**

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. The payables shall be classified into short-term payables or long-term payables on the Financial Statements according to their remaining terms at the reporting date.

**2.14 . Accrued expenses**

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting year, but the payments for such goods or services have not been made and other payables such as water connection and disconnection fees, electricity bills, phone bills, etc. which are recorded as operating expenses of the reporting year.

The recording of accrued expenses as operating expenses during the year shall be carried out under the matching principle between revenues and expenses during the year. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

**2.15 . Owner's equity**

Owner's equity is stated at actually contributed capital of owners.

Other capital is the operating capital formed from the operating results or from gifts, presents, financing, assets revaluation (if these items are allowed to be recorded as a decrease or increase in the owner's equity).

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profits appropriation or loss handling of the Company.

Dividends payable are recognized for each specific object after the announcement of dividend payment from the Board of Directors and the announcement of the cut-off date for dividend payment of Vietnam Securities Depository and Clearing Corporation.



**2.16 . Revenue**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns. The following specific recognition conditions must also be met when recognizing revenue:

*Revenue from sale of goods*

- The majority of risks and benefits associated with the right to own the products or goods have been transferred to the buyer;
- The Company no longer holds the right to manage the goods as the goods owner, or the right to control the goods;

*Revenue from rendering of services*

- The percentage of completion of the transaction at the Balance sheet date can be measured reliably;

*Financial income*

Financial incomes include income from assets yielding interest and other financial gains by the Company shall be recognised when the two conditions are satisfied:

- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The amount of the revenue can be measured reliably.

**2.17 . Cost of goods sold and services rendered**

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, labour cost and fixed manufacturing overheads not allocated to the value of inventory, provision for devaluation of inventory, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the year even when products and goods have not been determined as sold.

**2.18 . Corporate income tax****a) Deferred income tax asset**

Deferred income tax asset is recognized for deductible temporary differences and the carrying forward of unused tax losses and unused tax credits. Deferred income tax liability is recognized for taxable temporary differences.

Deferred income tax asset is determined based on prevailing corporate income tax rate, tax rates and tax laws enacted at the end of fiscal year.

Deferred tax assets are recognized only to the extent that it is probable that taxable profit in future will be available against which the deductible temporary difference can be utilised. Deferred tax assets are recorded as a decrease to the extent that it is not sure taxable economic benefits will be usable.

**b) Current corporate income tax expenses and deferred corporate income tax expenses**

Current corporate income tax expenses are determined based on taxable income during the period and current corporate income tax rate.

Deferred corporate income tax expenses are determined based on deductible temporary differences, the taxable temporary differences and corporate income tax rate.

Current corporate income tax expenses and deferred corporate income tax expenses are not offset against each other.

**c) Current corporate income tax rate**

For the fiscal year ended as at 31 December 2024, the Company applies the corporate income tax rate of 20% for the operating activities which has taxable income.



## 2.19 . Earnings per share

Basic earnings per share are calculated by dividing net profit or loss after tax for the year attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund and allowance for the Executive board) by the weighted average number of ordinary shares outstanding during the year.

## 2.20 . Related Parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

In considering the relationship of related parties to serve for the preparation and presentation of Financial Statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

## 2.21 . Segment information

The Company's main activity is supplying clean water and occur primarily in Ho Chi Minh City. The Company does not prepare segment reports by business segment and geographical segment.

## 3 . CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	186,032,465	84,802,371
Demand deposits	19,933,279,948	33,529,990,181
Cash equivalents (*)	5,000,000,000	-
	<b>25,119,312,413</b>	<b>33,614,792,552</b>

(\*) At 31 December 2024, the cash equivalents are deposits with term of 01 month with the amount of VND 5,000,000,000 at Vietnam Joint Stock Commercial Bank For Industry And Trade - Sai Gon Branch at the interest rate of 2.9%/year.

## 4 . FINANCIAL INVESTMENTS

### Held to maturity investments

	31/12/2024		01/01/2024
	Original cost	Provision	Original cost
	VND	VND	VND
<b>Short-term investments</b>			
- Term deposits (*)	60,000,000,000	-	65,000,000,000
	<b>60,000,000,000</b>	<b>-</b>	<b>65,000,000,000</b>

(\*) At 31 December 2024, the held to maturity investments are term deposits with term of 06 months with the amount of VND 60,000,000,000 at the commercial banks at the interest rate of 3.5%/year to 4.0%/year.

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**5 . SHORT-TERM TRADE RECEIVABLES**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
- Receivables from customers for water usage	12,033,218,424	(2,394,199,927)	12,772,300,511	(2,102,280,729)
- Receivables from customers for water meter installation	43,200,000	-	74,249,213	-
- Others	203,302,557	-	315,257,123	-
	<b>12,279,720,981</b>	<b>(2,394,199,927)</b>	<b>13,161,806,847</b>	<b>(2,102,280,729)</b>

**In which: Receivables from customers are related parties**

- Saigon Water Corporation	147,846,457	-	142,426,762	-
- Branch of Saigon Water Supply Corporation - One Member Limited Liability Company - Clean Water Transmission Enterprise	-	-	4,840,363	-
- Thu Duc Water Supply Joint Stock Company	-	-	9,454,909	-
	<b>147,846,457</b>	<b>-</b>	<b>156,722,034</b>	<b>-</b>

**6 . SHORT-TERM TRADE PAYABLES**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
- University of Social Labor - Campus II	245,000,000	-	-	-
- WAO Services Co., LTD	98,000,000	-	-	-
- Kien Gia Construction Consultant Corporation	-	-	227,500,000	-
- Others	103,792,180	-	98,642,500	-
	<b>446,792,180</b>	<b>-</b>	<b>326,142,500</b>	<b>-</b>



**7 . OTHER RECEIVABLES**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Short-term</b>				
Receivables from interest of deposit	501,164,383	-	710,356,164	-
Advances	20,000,000	-	102,000,000	-
Mortgages	82,000,000	-	82,000,000	-
Receivable of final settlement of personal income tax from employees	740,737,683	-	238,546,902	-
Others	452,475	-	2,874,074	-
	<b>1,344,354,541</b>	<b>-</b>	<b>1,135,777,140</b>	<b>-</b>
<b>b) Long-term</b>				
Mortgages	39,000,000	-	39,000,000	-
	<b>39,000,000</b>	<b>-</b>	<b>39,000,000</b>	<b>-</b>

**8 . DOUBTFUL DEBTS**

	31/12/2024		01/01/2024	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
Total value of receivables are overdue or not due but difficult to be recovered				
- Monarch Laundry Co., Ltd	240,149,880	-	240,149,880	-
- Customers using water	2,154,050,047	-	1,862,130,849	-
	<b>2,394,199,927</b>	<b>-</b>	<b>2,102,280,729</b>	<b>-</b>

**9 . INVENTORIES**

	31/12/2024		01/01/2024 (Reclassified)	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	6,821,604,010	-	8,147,167,470	-
Tools, supplies	31,680,467	-	51,066,180	-
Work in progress of water meter installation and other activities	214,540,292	-	64,997,825	-
Work in progress of clean water supply operations	16,639,820,777	-	21,577,337,601	-
Finished goods	-	-	37,080,177	-
	<b>23,707,645,546</b>	<b>-</b>	<b>29,877,649,253</b>	<b>-</b>

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**10 . CONSTRUCTION IN PROGRESS**

	31/12/2024	01/01/2024
	VND	VND
- Procurement of technical supplies, equipment	941,383,010	395,715,000
- Repair and renovation expenses for the water supply network (*)	7,361,333,348	7,491,044,947
- Construction of the main clock pit, installation of the pressure regulating valve	113,234,322	201,208,788
- Others	892,213,973	796,731,353
	<b>9,308,164,653</b>	<b>8,884,700,088</b>

(\*) The projects are part of the annual water supply network renovation plan in the area managed and invested by the Company.



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**11 . TANGIBLE FIXED ASSETS**

	Buildings, structures	Machinery, equipment	Vehicles, transportation equipment	Management equipment	Others	Total
	VND	VND	VND	VND	VND	VND
<b>Historical cost</b>						
Beginning balance	36,235,338,928	45,752,412,738	402,789,755,250	10,685,964,950	263,624,000	495,727,095,866
- Purchase in the year	-	7,690,120,000	-	1,647,860,909	-	9,337,980,909
- Finished construction investment	-	-	59,775,259,375	-	-	59,775,259,375
- Liquidation, disposal	(740,393,406)	-	(7,491,871,373)	(277,458,182)	-	(8,509,722,961)
- Reclassified	26,370,496	-	(26,370,496)	-	-	-
<b>Ending balance</b>	<b>35,521,316,018</b>	<b>53,442,532,738</b>	<b>455,046,772,756</b>	<b>12,056,367,677</b>	<b>263,624,000</b>	<b>556,330,613,189</b>
<b>Accumulated depreciation</b>						
Beginning balance	18,641,586,394	31,521,974,007	293,832,805,001	6,870,049,910	263,624,000	351,130,039,312
- Depreciation in the year	1,973,037,192	7,603,791,011	23,685,824,642	1,294,079,244	-	34,556,732,089
- Liquidation, disposal	(740,393,406)	-	(7,491,871,373)	(277,458,182)	-	(8,509,722,961)
<b>Ending balance</b>	<b>19,874,230,180</b>	<b>39,125,765,018</b>	<b>310,026,758,270</b>	<b>7,886,670,972</b>	<b>263,624,000</b>	<b>377,177,048,440</b>
<b>Net carrying amount</b>						
Beginning balance	17,593,752,534	14,230,438,731	108,956,950,249	3,815,915,040	-	144,597,056,554
<b>Ending balance</b>	<b>15,647,085,838</b>	<b>14,316,767,720</b>	<b>145,020,014,486</b>	<b>4,169,696,705</b>	<b>-</b>	<b>179,153,564,749</b>

- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 227,701,336,765.



**12 . INTANGIBLE FIXED ASSETS**

	Computer software	Total
	VND	VND
<b>Historical cost</b>		
Beginning balance	13,518,850,253	13,518,850,253
- Purchase in the year	667,385,000	667,385,000
<b>Ending balance</b>	<b>14,186,235,253</b>	<b>14,186,235,253</b>
<b>Accumulated amortization</b>		
Beginning balance	11,956,953,865	11,956,953,865
- Amortization in the year	1,161,936,428	1,161,936,428
<b>Ending balance</b>	<b>13,118,890,293</b>	<b>13,118,890,293</b>
<b>Net carrying amount</b>		
Beginning balance	1,561,896,388	1,561,896,388
<b>Ending balance</b>	<b>1,067,344,960</b>	<b>1,067,344,960</b>

- Cost of fully amortized intangible fixed assets but still in use at the end of the year: VND 11,861,202,980.

**13 . PREPAID EXPENSES**

	31/12/2024	01/01/2024 (Reclassified)
	VND	VND
<b>a) Short-term</b>		
Dispatched tools and supplies	41,658,500	818,457,825
Insurance expenses	2,598,969,897	-
Software licensing, upgrade, warranty, and maintenance expenses	443,936,004	-
Others	111,797,916	-
	<b>3,196,362,317</b>	<b>818,457,825</b>
<b>b) Long-term</b>		
Dispatched tools and supplies	1,744,261,865	1,480,573,385
Repair, renovation expenses	3,858,912,552	-
Others	313,436,621	197,959,550
	<b>5,916,611,038</b>	<b>1,678,532,935</b>



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**14 . SHORT-TERM TRADE PAYABLES**

	31/12/2024		01/01/2024	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
<i>Related parties</i>	<b>70,771,988,362</b>	<b>70,771,988,362</b>	<b>76,224,087,998</b>	<b>76,224,087,998</b>
- Saigon Water Corporation	70,771,988,362	70,771,988,362	76,224,087,998	76,224,087,998
<i>Other parties</i>	<b>23,180,022,231</b>	<b>23,180,022,231</b>	<b>9,488,514,817</b>	<b>9,488,514,817</b>
- Bach Viet Technologies Corporation	8,963,931,500	8,963,931,500	923,450,000	923,450,000
- Waseen Construction Investment - Water Supply and Environment Company Limited	4,749,835,386	4,749,835,386	641,550,336	641,550,336
- Nam Khang Construction Service Trading	2,015,209,649	2,015,209,649	312,304,766	312,304,766
- Dan Vi Company Limited	1,356,142,371	1,356,142,371	-	-
- Nhan Viet Production and Construction Company Limited	1,049,164,260	1,049,164,260	775,433,258	775,433,258
- VITRACO Tourism & Transportation	-	-	1,324,000,000	1,324,000,000
- Others	5,045,739,065	5,045,739,065	5,511,776,457	5,511,776,457
	<b>93,952,010,593</b>	<b>93,952,010,593</b>	<b>85,712,602,815</b>	<b>85,712,602,815</b>

**15 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS**

	31/12/2024	01/01/2024
	VND	VND
- Prepayments for water meter service	754,704,764	381,735,893
- Others	333,177,920	176,326,936
	<b>1,087,882,684</b>	<b>558,062,829</b>
<b>In which: Prepayments from related parties</b>		
- Cong Chanh Traffic Construction Joint Stock Company	50,000,000	50,000,000
	<b>50,000,000</b>	<b>50,000,000</b>

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**16 . TAX AND OTHER PAYABLES TO STATE BUDGET**

	Opening receivables	Opening payables (Reclassified)	Payables in the year	Actual payment in the year	Closing receivables	Tax payable at the end of the year
	VND	VND	VND	VND	VND	VND
Value-added tax	-	-	5,220,215,350	5,220,215,350	-	-
Value-added tax on drainage services	-	1,104,095,647	16,325,702,799	15,957,384,722	-	1,472,413,724
Corporate income tax	-	2,621,943,356	9,043,057,871	9,290,701,577	-	2,374,299,650
Personal income tax	-	996,217,760	3,745,465,866	3,195,375,527	-	1,546,308,099
Land tax and land rental	-	-	6,993,318,785	6,993,318,785	-	-
Other taxes	-	-	4,000,000	4,000,000	-	-
Drainage service fee	-	13,511,120,869	202,032,178,014	194,956,807,396	-	20,586,491,487
Fees and other obligations	638,468	-	23,973,783	23,335,315	-	-
	<b>638,468</b>	<b>18,233,377,632</b>	<b>243,387,912,468</b>	<b>235,641,138,672</b>	<b>-</b>	<b>25,979,512,960</b>

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.

**17 . SHORT-TERM ACCRUED EXPENSES**

	31/12/2024	01/01/2024
	VND	VND
- Accrued electricity expense	76,111,227	-
- Accrued water connection/disconnection expense	-	39,721,643
- Accrued expenses for cost of telephone	7,252,032	6,927,160
- Other accrued expenses	114,000,000	144,968,112
	<b>197,363,259</b>	<b>191,616,915</b>



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**18 . OTHER PAYABLES**

	31/12/2024	01/01/2024
	VND	VND
<b>a) Short-term</b>		
- Social insurance	16,523,399	16,143,899
- Short-term deposits, collateral received	2,934,996,540	1,818,472,000
- Dividend, profit payables	460,990,535	489,695,785
- The fee was exempted, but the customer paid the Company	918,764,269	918,764,269
- Payable to the Saigon Water Corporation the difference in clean water supply	-	2,714,428,919
- Others	359,646,952	263,269,382
	<b>4,690,921,695</b>	<b>6,220,774,254</b>
<b>b) Long-term</b>		
- Long-term deposits, collateral received	325,000,000	325,000,000
	<b>325,000,000</b>	<b>325,000,000</b>
<b>c) Other payables to related parties</b>		
- Saigon Water Corporation	-	2,714,428,919
	<b>-</b>	<b>2,714,428,919</b>

19 . OWNER'S EQUITY

a) Changes in owner's equity

	Contributed capital	Other owner's equity	Development and investment funds	Retained earnings (Reclassified)	Total
	VND	VND	VND	VND	VND
<b>Beginning balance of the previous year</b>	<b>109,000,000,000</b>	<b>431,588,293</b>	<b>41,595,763,549</b>	<b>20,112,438,903</b>	<b>171,139,790,745</b>
Profit of the previous year	-	-	-	26,872,251,871	26,872,251,871
Setting up bonus and welfare fund	-	-	-	(5,652,406,337)	(5,652,406,337)
Setting up bonus for Executive Board	-	-	-	(388,625,000)	(388,625,000)
Paid dividends of 2022	-	-	-	(14,715,000,000)	(14,715,000,000)
<b>Ending balance of the previous year</b>	<b>109,000,000,000</b>	<b>431,588,293</b>	<b>41,595,763,549</b>	<b>26,228,659,437</b>	<b>177,256,011,279</b>
<b>Beginning balance of the current year</b>	<b>109,000,000,000</b>	<b>431,588,293</b>	<b>41,595,763,549</b>	<b>26,228,659,437</b>	<b>177,256,011,279</b>
Profit of the current year	-	-	-	30,307,364,688	30,307,364,688
Setting up bonus and welfare fund (*)	-	-	-	(7,334,748,377)	(7,334,748,377)
Setting up bonus for Executive Board (*)	-	-	-	(453,625,000)	(453,625,000)
Paid dividends of 2023 (*)	-	-	-	(16,895,000,000)	(16,895,000,000)
<b>Ending balance of the current year</b>	<b>109,000,000,000</b>	<b>431,588,293</b>	<b>41,595,763,549</b>	<b>31,852,650,748</b>	<b>182,880,002,590</b>

(\*) According to Resolution No. 04/NQ-CNNB-DHĐCĐ dated 22/04/2024 issued by General Meeting of shareholders issued by Board of Management, the Company announced its profit distribution plan as follows:

	Rate	Amount
	%	VND
Retained earnings in 2023	100.00	24,683,373,377
Setting up bonus and welfare fund	29.72	7,334,748,377
Setting up bonus for Executive Board	1.84	453,625,000
Paid dividends	68.45	16,895,000,000



**b) Details of Contributed capital**

	Rate	Ending of the year	Rate	Beginning of the year
	(%)	VND	(%)	VND
- Saigon Water Corporation	53.44	58,252,700,000	53.44	58,252,700,000
- REE Water Co., Ltd	20.02	21,821,000,000	20.02	21,821,000,000
- Dong A Commercial Joint Stock Bank	10.00	10,900,000,000	10.00	10,900,000,000
- Others	16.54	18,026,300,000	16.54	18,026,300,000
	<b>100</b>	<b>109,000,000,000</b>	<b>100</b>	<b>109,000,000,000</b>

**c) Capital transactions with owners and distribution of dividends and profits**

	Year 2024	Year 2023
	VND	VND
Owner's contributed capital		
- At the beginning of the year	109,000,000,000	109,000,000,000
- At the end of the year	<b>109,000,000,000</b>	<b>109,000,000,000</b>
Dividends, profits		
- Dividends, profits payable at the beginning of the year	489,695,785	400,049,035
- Dividend, profit payable in the year		
+ Dividend payable from last year's profit	16,895,000,000	14,715,000,000
- Dividend paid in cash	(16,815,480,250)	(14,625,353,250)
+ Dividends, profits paid from last year's profit	(16,815,480,250)	(14,625,353,250)
- Decreasing dividends of the shareholders who sold the shares	(108,225,000)	-
- Dividend payable at the end of the year	<b>460,990,535</b>	<b>489,695,785</b>

**d) Share**

	31/12/2024	01/01/2024
Quantity of Authorized issuing shares	10,900,000	10,900,000
Quantity of issued shares and fully contributed		
- Common shares	10,900,000	10,900,000
Quantity of outstanding shares in circulation		
- Common shares	10,900,000	10,900,000
Par value per share: VND 10,000.		

**e) Company's reserves**

	31/12/2024	01/01/2024
	VND	VND
Development and investment funds	41,595,763,549	41,595,763,549
	<b>41,595,763,549</b>	<b>41,595,763,549</b>

**20 . OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT**

**a) Operating leased assets**

The Company signed land leasing contracts at No. 1179 Nguyen Van Linh Street, Tan Phong Ward, District 7, Ho Chi Minh City for office building construction investment, lease term is 50 years from 21/05/2004. The total leased area is 5,015 m<sup>2</sup>. Under such contracts, the Company has to pay leasing cost annually or once time until contract expiry date complying with the current legal regulations.

The Company signed land leasing contracts at No. 470 Huynh Tan Phat Street, Binh Thuan Ward, District 7, Ho Chi Minh City for pumping station construction investment, lease term is 50 years from 02/01/2007. The total leased area is 1,170.3 m<sup>2</sup>. Under such contracts, the Company has to pay leasing cost annually or once time until contract expiry date complying with the current legal regulations.

**b) Bad debts written off**

	31/12/2024	01/01/2024
	VND	VND
- Individual customers and entites	2,842,838,080	2,842,838,080
	<b>2,842,838,080</b>	<b>2,842,838,080</b>

**21 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES**

	Year 2024	Year 2023
	VND	VND
Revenue from clean water supply	899,906,847,285	881,950,143,554
Revenue from the supply and installation of water meters	1,438,797,193	2,383,652,447
Revenue from Sawanew water	2,304,227,284	2,773,659,128
Others	2,403,832,955	1,754,949,948
	<b>906,053,704,717</b>	<b>888,862,405,077</b>
<b>In which: Revenue from related parties</b> (Detailed as in Note No. 34)	<b>588,057,229</b>	<b>550,175,347</b>

**22 . COST OF GOODS SOLD**

	Year 2024	Year 2023 (Reclassified)
	VND	VND
Cost of clean water supplied	612,720,776,682	599,873,405,309
Cost of water meter supplied and installed	1,032,519,718	2,077,083,102
Cost of Sawanew	1,801,608,381	1,522,841,106
Others	2,444,812,577	1,551,532,002
	<b>617,999,717,358</b>	<b>605,024,861,519</b>
<b>In which: Purchase from related parties</b> Total purchase value: (Detailed as in Note No. 34)	<b>608,072,243,598</b>	<b>603,740,193,404</b>



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**23 . FINANCIAL INCOME**

	Year 2024	Year 2023
	VND	VND
Interest income	2,535,680,966	5,159,147,122
	<b>2,535,680,966</b>	<b>5,159,147,122</b>

**24 . SELLING EXPENSES**

	Year 2024	Year 2023 (Reclassified)
	VND	VND
Raw materials	38,203,301,516	36,778,711,625
Labour expenses	80,329,379,120	77,979,808,094
Depreciation expenses	21,872,993,889	20,711,433,425
Water loss prevention expenses	11,349,614,308	12,669,499,982
Selling expenses of Sawanew water	1,082,308,470	1,141,974,319
Expenses of outsourcing services	-	125,683,634
Other expenses in cash	13,522,334,738	15,805,252,765
	<b>166,359,932,041</b>	<b>165,212,363,844</b>

**25 . GENERAL AND ADMINISTRATIVE EXPENSES**

	Year 2024	Year 2023
	VND	VND
Raw materials	3,418,148,247	2,585,989,547
Labour expenses	38,412,265,372	36,781,446,725
Depreciation expenses	5,335,504,072	4,864,333,988
Provision expenses	291,919,198	1,857,859,409
Tax, Charge, Fee	6,997,318,785	6,999,469,832
Expenses of outsourcing services	2,315,204,256	2,046,149,224
Other expenses in cash	27,621,469,950	33,628,375,541
	<b>84,391,829,880</b>	<b>88,763,624,266</b>

**In which: General and administrative expenses  
purchased from related parties**

*(Detailed as in Note No. 34)*

**183,045,454** **-**

**26 . OTHER INCOME**

	Year 2024	Year 2023
	VND	VND
Gain from liquidation, disposal of fixed assets	24,000,000	-
Income from surplus inventory	33,022,443	33,248,090
Income from undistributed dividends	108,225,000	-
Others	13,275,144	2,169,125
	<b>178,522,587</b>	<b>35,417,215</b>

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**27 . OTHER EXPENSES**

	Year 2024	Year 2023
	VND	VND
Fines	5,047,890	166,394,671
Others	6,041	10,366
	<b>5,053,931</b>	<b>166,405,037</b>

**28 . CURRENT CORPORATE INCOME TAX EXPENSE**

	Year 2024	Year 2023 (Reclassified)
	VND	VND
Total profit before tax	40,011,375,060	34,889,714,748
Increase	25,206,290,160	23,087,234,892
- <i>Ineligible expenses</i>	6,127,721,524	4,984,742,751
- <i>Water meter, insurance expenses</i>	19,078,568,636	18,102,492,141
Decrease	(22,383,331,139)	(14,253,730,435)
- <i>Reversal of insurance water meter, tools, supplies expenses from the previous year has been excluded</i>	(22,383,331,139)	(14,253,730,435)
Taxable income	42,834,334,081	43,723,219,205
<b>Current corporate income tax expense (tax rate 20%)</b>	<b>8,566,866,816</b>	<b>8,744,643,841</b>
Adjustment of tax expenses from previous years to current year	476,191,055	42,571,377
Tax payable at the beginning of the year	2,621,943,356	7,120,676,726
Tax paid in the year	(9,290,701,577)	(13,285,948,588)
<b>Corporate income tax payable at the year-end</b>	<b>2,374,299,650</b>	<b>2,621,943,356</b>

**29 . DEFERRED INCOME TAX****a) Deferred income tax assets**

	31/12/2024	01/01/2024
	VND	VND
- Corporate income tax rate used to determine deferred income tax assets	20%	20%
- Deferred income tax assets related to deductible temporary differences	8,292,379,955	4,476,666,228
- Reversal of previous write - down of deferred income tax assets	(4,476,666,228)	-
<b>Deferred income tax assets</b>	<b>3,815,713,727</b>	<b>4,476,666,228</b>

**b) Deferred corporate income tax expense**

	Year 2024	Year 2023
	VND	VND
- Deferred CIT expense relating to taxable temporary difference	4,476,666,228	3,706,913,887
- Deferred CIT income arising from deductible temporary difference	(3,815,713,727)	(4,476,666,228)
	<b>660,952,501</b>	<b>(769,752,341)</b>



### 30 . BASIC EARNINGS PER SHARE

Basic earnings per share distributed to common shareholders of the Company are calculated as follows:

	Year 2024	Year 2023 (Reclassified)
	VND	VND
Net profit after tax	30,307,364,688	26,872,251,871
Adjustments	-	-
Profit distributed to common shares	30,307,364,688	26,872,251,871
Average number of outstanding common shares in circulation in the year	10,900,000	10,900,000
<b>Basic earnings per share</b>	<b>2,780</b>	<b>2,465</b>

The Company has not planned to make any distribution to Bonus and welfare fund, bonus for the Executive board from the net profit after tax at the date of preparing Financial Statements.

As at 31 December 2024, the Company does not have shares with dilutive potential for earnings per share.

### 31 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2024	Year 2023 (Reclassified)
	VND	VND
Raw materials	44,836,554,657	46,372,620,331
Labour expenses	122,093,200,300	118,740,588,563
Depreciation expenses	35,718,668,517	30,596,327,550
Expenses of outsourcing services	3,495,802,868	3,653,440,276
Other expenses in cash	49,998,938,545	59,661,628,033
	<b>256,143,164,887</b>	<b>259,024,604,753</b>

### 32 . FINANCIAL INSTRUMENTS

#### Financial risk management

Financial risks that the Company may face risks including: market risk, credit risk and liquidity risk.

The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Management of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

#### Market risk

The Company may face with the market risk such as: changes in interest rates.

#### Interest rate risk:

The Company bears the risk of interest rates due to the fluctuation in fair value of future cash flow of a financial instrument in line with changes in market interest rates if the Company has time or demand deposits, borrowings and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain interest beneficial for its operation purpose.

**Credit Risk**

Credit risk is the risk of financial loss to the Company if a counterparty fails to perform its contractual obligations. The Company has credit risk from operating activities (mainly to trade receivables) and financial activities (including deposits, loans and other financial instruments).

	Under 1 year	From 1 year to 5 years	Over 5 years	Total
	VND	VND	VND	VND
<b>As at 31/12/2024</b>				
Cash and cash equivalents	24,933,279,948	-	-	24,933,279,948
Trade and other receivables	11,229,875,595	39,000,000	-	11,268,875,595
Lendings	60,000,000,000	-	-	60,000,000,000
	<b>96,163,155,543</b>	<b>39,000,000</b>	<b>-</b>	<b>96,202,155,543</b>
<b>As at 01/01/2024</b>				
Cash and cash equivalents	33,529,990,181	-	-	33,529,990,181
Trade and other receivables	12,195,303,258	39,000,000	-	12,234,303,258
Lendings	65,000,000,000	-	-	65,000,000,000
	<b>110,725,293,439</b>	<b>39,000,000</b>	<b>-</b>	<b>110,764,293,439</b>

**Liquidity Risk**

Liquidity risk is the risk that the Company has trouble in settlement of its financial obligations due to the lack of funds. Liquidity risk of the Company mainly arises from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Under 1 year	From 1 year to 5 years	Over 5 years	Total
	VND	VND	VND	VND
<b>As at 31/12/2024</b>				
Trade and other payables	98,642,932,288	325,000,000	-	98,967,932,288
Accrued expenses	197,363,259	-	-	197,363,259
	<b>98,840,295,547</b>	<b>325,000,000</b>	<b>-</b>	<b>99,165,295,547</b>
<b>As at 01/01/2024</b>				
Trade and other payables	91,933,377,069	325,000,000	-	92,258,377,069
Accrued expenses	191,616,915	-	-	191,616,915
	<b>92,124,993,984</b>	<b>325,000,000</b>	<b>-</b>	<b>92,449,993,984</b>

The Company believes that risk level of loan repayment is low. The Company has the ability to pay due debts from cash flows from its operating activities and cash received from mature financial assets.



### 33 . SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Financial Statements.

### 34 . TRANSACTION AND BALANCES WITH RELATED PARTIES

List and relation between related parties and the Company are as follows:

<u>Related parties</u>	<u>Relation</u>
Saigon Water Corporation	Parent company
Sai Gon Clean Water Business And Investment JSC	Same Parent compant
Cho Lon Water Supply JSC	Same Parent compant
Tan Hoa Water Supply JSC	Same Parent compant
Gia Dinh Water Supply JSC	Same Parent compant
Thu Duc Water Supply JSC	Same Parent compant
Trung An Water Supply JSC	Same Parent compant
Ben Thanh Water Supply JSC	Same Parent compant
Phu Hoa Tan Water Supply JSC	Same Parent compant
Sai Gon Ground Water Co., Ltd	Same Parent compant
Communications and Public Works JSC	Associate of Parent company
Water Mechanical Construction JSC	Associate of Parent company
Kenh Dong Water Supply JSC	Other investment of Parent company
Branch of Saigon Water Corporation - Thu Duc water factory	Member entities of Parent company
Branch of Saigon Water Corporation - Can Gio Water Supply Enterprise	Member entities of Parent company
Branch of Saigon Water Corporation - Rural Domestic Water Supply Enterprise of Ho Chi Minh City	Member entities of Parent company
Branch of Saigon Water Corporation - Clean Water Transmission Enterprise	Member entities of Parent company
Branch of Saigon Water Corporation - Tan Hiep water factory	Member entities of Parent company
The members of the Board of Directors, the Board of Management, the Board of Supervision	

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In addition to the information with related parties presented in the above Notes, during the year, the Company has transactions with related parties as follows:

	Year 2024	Year 2023
	VND	VND
<b>Revenue from sales of goods and rendering of services</b>	<b>588,057,229</b>	<b>550,175,347</b>
- Saigon Water Corporation	210,069,056	191,269,967
- Cho Lon Water Supply JSC	66,372,715	78,399,987
- Thu Duc Water Supply JSC	124,995,453	110,968,186
- Gia Dinh Water Supply JSC	20,272,732	25,316,368
- Ben Thanh Water Supply JSC	318,182	636,364
- Trung An Water Supply JSC	15,900,003	29,100,000
- Phu Hoa Tan Water Supply JSC	28,763,639	20,186,363
- Sai Gon Ground Water Co., Ltd	7,090,909	-
- Branch of Saigon Water Corporation - Clean Water Transmission Enterprise	41,590,910	10,607,273
- Branch of Saigon Water Corporation - Tan Hiep water factory	29,863,634	23,890,907
- Branch of Saigon Water Corporation - Thu Duc water factory	13,389,090	15,263,635
- Branch of Saigon Water Corporation - Can Gio Water Supply Enterprise	19,476,361	9,729,998
- Branch of Saigon Water Corporation - Rural Domestic Water Supply Enterprise of Ho Chi Minh City	6,636,364	13,272,728
- Kenh Dong Water Supply JSC	3,318,181	17,237,273
- Communications and Public Works JSC	-	4,296,298
<b>Purchase of goods, services</b>	<b>608,072,243,598</b>	<b>603,740,193,404</b>
- Saigon Water Corporation	607,799,773,598	603,628,803,404
- Water Mechanical Construction JSC	272,470,000	111,390,000
<b>General and administrative expenses</b>	<b>183,045,454</b>	-
- Saigon Water Corporation	183,045,454	-
<b>Dividends distribution</b>	<b>9,029,168,500</b>	<b>7,864,114,500</b>
- Saigon Water Corporation	9,029,168,500	7,864,114,500



	Position	Year 2024 VND	Year 2023 VND
<b>Remuneration of key management persons</b>		<b>4,256,626,707</b>	<b>3,855,655,563</b>
- Mr. Huynh Hao Tai	Chairman (Appointed on 22/04/2024)	361,905,978	-
- Mr. Le Trong Hieu	Chairman (Resigned on 22/04/2024)	266,210,091	643,847,132
- Mr. Ly Thanh Tai	Member of BoD, Director	787,596,719	698,737,408
- Mr. Bui Thanh Giang	Member of BoD	94,822,196	84,000,000
- Mr. Ly Bui Nghia	Member of BoD	94,822,196	84,000,000
- Mr. Luc Chanh Truong	Member of BoD	94,822,196	84,000,000
- Mr. Nguyen Anh Tuan	Member of BoD	94,822,196	84,000,000
- Mr. Vo Tan Bao Quang	Member of BoD	94,822,196	84,000,000
- Mr. Nguyen Ngoc Thanh	Vice Director	536,345,931	473,718,421
- Mrs. Nguyen Ngoc Trang	Vice Director	536,345,931	473,718,421
- Mr. Nguyen Hoang Tuan	Vice Director	536,345,931	473,718,421
- Mrs. Vo Thi Cam Tu	Head of Control Department	568,120,751	503,915,760
- Mrs. Pham Thi Phuong Linh	Member of BoS	47,411,098	42,000,000
- Mrs. Nguyen Thi Ngoc Oanh	Member of BoS	47,411,098	42,000,000
- Mr. Nguyen Hoang Lam	Member of BoS	47,411,098	42,000,000
- Mrs. Nguyen Ngoc Nga	Member of BoS (Appointed on 11/09/2023)	43,803,702	14,000,000
- Mr. Nguyen Cong Thanh	Member of BoS (Resigned on 11/09/2023)	3,607,399	28,000,000

In addition to the above related parties' transactions, other related parties did not have any transactions during the year and have no balance at the end of the fiscal year with the Company.

**35 . COMPARATIVE FIGURES**

The comparative figures are figures in the Financial Statements for the fiscal year ended as at 31 December 2023, which was audited by UHY Auditing And Consulting Company Limited.

The Board of Management of the Company decided to retrospectively adjust some of the items in the Financial Statements for the fiscal year ended as at 31 December 2023 according to Audit results announcement No. 45/TB-KVIV dated 11/11/2024 issued by Regional State Audit No. IV. Accordingly, some of the items in the Financial Statements for the fiscal year ended as at 31 December 2023 were adjusted as follows:

	Code	Figures in the Financial Statements of previous year	Adjusted figures	Difference
		VND	VND	VND
<b>a) Statement of Financial position</b>				
- Inventories <sup>(1)</sup>	MS 141	28,252,561,678	29,877,649,253	1,625,087,575
<i>Work in progress</i>		20,017,247,851	21,642,335,426	1,625,087,575
- Short-term prepaid expenses <sup>(2)</sup>	MS 151	511,937,825	818,457,825	306,520,000
- Taxes and other payables to State budget <sup>(3)</sup>	MS 313	17,847,056,117	18,233,377,632	386,321,515
<i>Corporate income tax</i>		2,235,621,841	2,621,943,356	386,321,515
- Retained earnings	MS 421	24,683,373,377	26,228,659,437	1,545,286,060
<i>Retained earnings of the current year</i>	MS 421b	25,326,965,811	26,872,251,871	1,545,286,060
<b>b) Statement of Income</b>				
- Cost of goods sold and services rendered <sup>(1)</sup>	MS 11	606,649,949,094	605,024,861,519	(1,625,087,575)
- Gross profit from sales of goods and rendering of services	MS 20	282,212,455,983	283,837,543,558	1,625,087,575
- Selling expenses <sup>(2)</sup>	MS 25	165,518,883,844	165,212,363,844	(306,520,000)
- Total net profit before tax	MS 50	32,958,107,173	34,889,714,748	1,931,607,575
- Current corporate income tax expense <sup>(3)</sup>	MS 51	8,400,893,703	8,787,215,218	386,321,515
- Profit after corporate income tax	MS 60	25,326,965,811	26,872,251,871	1,545,286,060
<b>c) Statement of Cash flows</b>				
- Profit before tax	MS 01	32,958,107,173	34,889,714,748	1,931,607,575
- Increase/decrease in inventories <sup>(1)</sup>	MS 10	(1,052,455,757)	(2,677,543,332)	(1,625,087,575)
- Increase/decrease in prepaid expenses <sup>(2)</sup>	MS 12	(369,840,544)	(676,360,544)	(306,520,000)



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<b>Adjustment content:</b>	<b>Value</b>
	VND
(1) Adjusting increase of Work in progress for clean water supply operations and reduction of Cost of providing clean water since the Company determined the cost of goods sold that was not appropriate to the revenue and expenses for the year.	1,625,087,575
(2) Adjustment increase of Short-term prepaid expenses and reduction of Selling expenses due to the Company's improper allocation of tool and equipment costs.	306,520,000
(3) Adjustment increase of Corporate income tax payable and increase of Current corporate income tax expenses due to the aforementioned cost changes.	386,321,515



**Vo Thi Kim Loan**  
Preparer



**Vu Thi Thuy Nga**  
Chief Accountant

**Ly Thanh Tai**  
Director

*Ho Chi Minh City, 28 March 2025*