



DANANG WATER SUPPLY JOINT STOCK COMPANY
No. 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

CONSOLIDATED FINANCIAL STATEMENTS

3RD QUARTER 2025

ENDED AS OF 30.9.2025

Danang, Oct 2025



DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

CONSOLIDATED BALANCE SHEET**Sep 30, 2025****Form B01-DN/HN***Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 of the Ministry of Finance**Unit: VND*

| ASSETS | | Code | Notes | Sep 30,2025 | Dec 31, 2024 |
|---------------------|---|------------|-----------|--------------------------|--------------------------|
| A. | SHORT-TERM ASSETS | 100 | | 584.967.913.094 | 509.979.518.239 |
| I. | Cash and cash equivalents | 110 | 5 | 70.156.353.447 | 51.135.908.220 |
| 1. | Cash | 111 | | 70.156.353.447 | 51.135.908.220 |
| II. | Short-term financial investments | 120 | | 438.317.140.746 | 361.488.224.415 |
| 1 | Held-to-maturity investments | 123 | 6 | 438.317.140.746 | 361.488.224.415 |
| III. | Short-term receivables | 130 | | 32.125.917.049 | 27.281.724.088 |
| 1. | Short-term trade receivables | 131 | 7 | 21.609.169.766 | 17.087.711.867 |
| 2. | Short-term prepayments to suppliers | 132 | 8 | 6.684.294.429 | 1.896.001.013 |
| 3 | Other short-term receivables | 136 | 9 | 11.853.069.963 | 16.286.543.075 |
| 4 | Short-term allowances for doubtful debts | 137 | | (8.020.617.109) | (7.988.531.867) |
| IV. | Inventories | 140 | 10 | 38.320.616.718 | 42.443.524.082 |
| 1. | Inventories | 141 | | 38.320.616.718 | 42.443.524.082 |
| V. | Other short-term assets | 150 | | 6.047.885.134 | 27.630.137.434 |
| 1. | Short-term prepaid expenses | 151 | 11a | 262.343.516 | 416.714.853 |
| 2. | Deductible VAT | 152 | 17 | 2.159.946.289 | 17.616.194.694 |
| 3. | Taxes and other receivables from State budget | 153 | 17 | 3.625.595.329 | 9.597.227.887 |
| B. | LONG-TERM ASSETS | 200 | | 985.483.578.046 | 1.045.602.863.716 |
| I. | Long-term receivables | 210 | | - | - |
| II. | Fixed assets | 220 | | 910.472.396.479 | 1.002.883.388.396 |
| 1. | Tangible fixed assets | 221 | 12 | 908.623.571.476 | 1.000.790.221.728 |
| | - Historical costs | 222 | | 2.556.381.378.129 | 2.575.899.715.202 |
| | - Accumulated depreciation | 223 | | (1.647.757.806.653) | (1.575.109.493.474) |
| 2 | Intangible fixed assets | 227 | 13 | 1.848.825.003 | 2.093.166.668 |
| | - Historical costs | 228 | | 11.888.575.951 | 11.738.575.951 |
| | - Accumulated depreciation | 229 | | (10.039.750.948) | (9.645.409.283) |
| III. | Real estate Investment | 230 | | - | - |
| IV. | Long-term assets in progress | 240 | | 65.085.636.137 | 33.241.663.169 |
| 1 | Construction in progress | 242 | 14 | 65.085.636.137 | 33.241.663.169 |
| V. | Long-term financial investments | 250 | | - | - |
| VI. | Other long-term assets | 260 | | 9.925.545.430 | 9.477.812.151 |
| 1. | Long-term prepaid expenses | 261 | 11b | 9.925.545.430 | 9.477.812.151 |
| TOTAL ASSETS | | 270 | | 1.570.451.491.140 | 1.555.582.381.955 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

CONSOLIDATED BALANCE SHEET (Cont'd)

Unit: VND

| RESOURCES | | Code | Notes | Sep 30, 2025 | Dec 31, 2024 |
|------------------------|---|------------|-------|--------------------------|--------------------------|
| C. | LIABILITIES | 300 | | 726.482.648.279 | 778.491.445.126 |
| I. | Short-term liabilities | 310 | | 304.036.578.286 | 298.754.599.437 |
| 1. | Short-term trade payables | 311 | 15 | 42.237.307.514 | 42.469.751.122 |
| 2. | Short-term prepayments from customers | 312 | 16 | 955.454.712 | 980.710.123 |
| 3. | Taxes and other payables to State budget | 313 | 17 | 16.453.382.466 | 7.142.123.949 |
| 4. | Payables to employees | 314 | | 28.190.384.532 | 29.399.507.369 |
| 5. | Short-term accrued expenses | 315 | 18 | 16.215.469.727 | 2.207.585.966 |
| 6. | Other short-term payables | 319 | 19a | 130.058.658.057 | 149.124.291.276 |
| 7. | Short-term borrowings and finance lease liabilities | 320 | 20a | 60.444.104.136 | 60.483.921.067 |
| 8. | Bonus and welfare fund | 322 | | 7.550.639.060 | 6.946.708.565 |
| II. | Long-term liabilities | 330 | | 422.446.069.993 | 479.736.845.689 |
| 1. | Other long-term payables | 337 | 19b | 80.807.714.722 | 90.364.937.728 |
| 2. | Long-term borrowings and finance lease liabilities | 338 | 20b | 336.773.644.634 | 384.575.177.736 |
| 3. | Deferred income tax payable | 341 | | 389.511.215 | 321.530.803 |
| 4. | Science and technology development fund | 343 | | 4.475.199.422 | 4.475.199.422 |
| D. | OWNER'S EQUITY | 400 | | 843.968.842.861 | 777.090.936.829 |
| I. | Owner's equity | 410 | | 843.390.219.652 | 776.512.313.620 |
| 1. | Contributed capital | 411 | 21 | 579.640.610.000 | 579.640.610.000 |
| | - Ordinary shares with voting rights | 411a | | 579.640.610.000 | 579.640.610.000 |
| 2. | Capital surplus | 412 | 21 | 8.993.538.265 | 8.993.538.265 |
| 3. | Development and investment funds | 418 | | 133.128.222.654 | 128.098.140.692 |
| 4. | Undistributed profit after tax | 421 | | 121.627.848.733 | 59.780.024.663 |
| | - Undistributed profit after tax brought forward | 421a | 21 | - | - |
| | - Undistributed profit after tax for the current year | 421b | 21 | 121.627.848.733 | 59.780.024.663 |
| II. | Funding sources and other funds | 430 | | 578.623.209 | 578.623.209 |
| 1. | Funds used for fixed asset acquisition | 432 | | 578.623.209 | 578.623.209 |
| TOTAL RESOURCES | | 440 | | 1.570.451.491.140 | 1.555.582.381.955 |

Preparer



NGUYEN THI THANH THUY

Chief Accountant



PHAM HONG MINH

Da Nang, October 30, 2025

General Director



HO MINH NAM

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

Form No. B02 - DN
(Issued under Circular No. 200/2014/TT-
BTC dated December 22, 2014 of the
Ministry of Finance)

CONSOLIDATED INCOME STATEMENT

3rd Quarter, 2025

Unit: VND

| ITEMS | Code | Notes | 3 rd Quarter | | Cumulative | |
|---|------|-------|-------------------------|-----------------------|------------------------|------------------------|
| | | | Current year | Previous year | Current year | Previous year |
| 1. Revenues from sales and services rendered | 01 | 22 | 217.098.429.419 | 175.924.116.739 | 579.684.712.278 | 485.105.556.640 |
| 2. Revenue deductions | 02 | | - | - | - | - |
| 3. Net revenues from sales and services rendered | 10 | | 217.098.429.419 | 175.924.116.739 | 579.684.712.278 | 485.105.556.640 |
| 4. Cost of goods sold | 11 | 23 | 117.174.892.623 | 134.119.388.086 | 326.781.907.996 | 344.875.819.486 |
| 5. Gross revenues from sales and services rendered | 20 | | 99.923.536.796 | 41.804.728.653 | 252.902.804.282 | 140.229.737.154 |
| 6. Financial income | 21 | 24 | 7.053.140.383 | 6.097.159.753 | 18.447.742.173 | 19.261.525.153 |
| 7. Financial expenses | 22 | 25 | 5.894.555.406 | 6.646.125.177 | 18.111.219.952 | 21.593.084.610 |
| - In which: Interest expenses | 23 | | 5.894.555.406 | 4.204.019.163 | 18.111.219.952 | 19.150.978.596 |
| 8. Selling expenses | 25 | 25a | 10.357.283.747 | 9.515.802.565 | 30.866.837.741 | 28.338.012.537 |
| 9. General administration expenses | 26 | 25b | 12.059.405.877 | 10.263.994.808 | 35.842.702.686 | 32.205.032.055 |
| 10. Net profits from operating activities | 30 | | 78.665.432.149 | 21.475.965.856 | 186.529.786.076 | 77.355.133.105 |
| 11. Other income | 31 | 26 | 6.393.322.687 | 25.629.615 | 8.074.161.747 | 1.631.580.798 |
| 12. Other expenses | 32 | 27 | 113.089.363 | 5.005.920 | 340.135.822 | 261.967.422 |
| 13. Other profits | 40 | | 6.280.233.324 | 20.623.695 | 7.734.025.925 | 1.369.613.376 |
| 14. Total net profit before tax | 50 | | 84.945.665.473 | 21.496.589.551 | 194.263.812.001 | 78.724.746.481 |
| 15. Current corporate income tax expenses | 51 | 28 | 9.280.337.886 | 2.036.152.438 | 20.400.327.957 | 7.980.078.886 |
| 16. Deferred corporate income tax expenses | 52 | | 22.421.518 | 120.797.908 | 67.980.410 | 120.797.908 |
| 17. Profits after corporate income tax | 60 | | 75.642.906.069 | 19.339.639.205 | 173.795.503.634 | 70.623.869.687 |
| 18. Basic earnings per share | 70 | 29 | 1.305 | 334 | 2.998 | 1.218 |

Preparer



NGUYEN THI THANH THUY

Chief Accountant



PHAM HONG MINH

Da Nang, October 30, 2025

General Director



HO MINH NAM

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

STATEMENT OF CONSOLIDATED CASH FLOWS**Form B03-DN/HN****3rd Quarter 2025***Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 of the Ministry of Finance*Unit: VND

| ITEMS | Code | Notes | Sep 30, 2025 | Sep 30, 2024 |
|---|------|-------|--------------------------|-------------------------|
| I. CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| 1. Profit before tax | 01 | | 194.263.812.001 | 78.724.746.481 |
| 2. Adjustments for | | | | |
| - Depreciation of fixed assets and investment properties | 02 | 12 | 85.251.343.901 | 92.689.020.077 |
| - Provisions | 03 | | 32.085.242 | - |
| - Gains (losses) on exchange rate differences from revaluation of | 04 | | (2.610.694) | (4.072.391) |
| - Gains (losses) on investing activities | 05 | 24 | (18.444.489.786) | (19.246.789.696) |
| - Interest expenses | 06 | 25 | 18.111.219.952 | 21.582.421.556 |
| 3. Operating profit before changes in working capital | 08 | | <u>279.211.360.616</u> | <u>173.745.326.027</u> |
| - Increase (decrease) in receivables | 09 | | (4.844.887.216) | 727.101.417 |
| - Increase (decrease) in inventories | 10 | 10 | 4.122.907.364 | (4.359.232.817) |
| - Increase (decrease) in payables (exclusive of interest payables, | 11 | | (44.726.004.327) | (24.988.023.730) |
| - Increase (decrease) in prepaid expenses | 12 | 11 | (293.361.942) | (485.165.653) |
| - Interest paid | 14 | 25;19 | (18.111.219.952) | (21.582.421.556) |
| - Corporate income tax paid | 15 | 17 | (5.543.037.264) | - |
| - Other income on operating activities | 16 | | 8.069.439.509 | - |
| - Other payments on operating activities | 17 | | (13.319.517.797) | (80.030.421.573) |
| <i>Net cash flows from operating activities</i> | 20 | | <u>204.565.678.991</u> | <u>43.027.162.115</u> |
| II. CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| 1. Expenditures on purchase and construction of fixed assets and other long-term assets | 21 | 12;13 | (39.113.175.521) | 47.091.081.455 |
| 2. Expenditures on loans and purchase of debt instruments from other entities | 23 | 6 | (410.000.000.000) | (245.000.000.000) |
| 3. Proceeds from lending or repurchase of debt instruments from other entities | 24 | | 354.362.893.610 | 241.071.786.303 |
| 4. Proceeds from interests, dividends and distributed profits | 27 | 9;24 | 18.444.489.786 | 19.246.789.696 |
| <i>Net cash flows from investing activities</i> | 30 | | <u>(76.305.792.125)</u> | <u>62.409.657.454</u> |
| III. CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| 1. Repayment of principal | 34 | 20 | (47.841.350.033) | (16.981.449.952) |
| 2. Dividends and profits paid to owners | 36 | | (61.400.702.300) | (57.964.061.000) |
| <i>Net cash flows from financing activities</i> | 40 | | <u>(109.242.052.333)</u> | <u>(74.945.510.952)</u> |
| Net cash flows during the fiscal period (20+30+40) | 50 | | <u>19.017.834.533</u> | <u>30.491.308.617</u> |
| Cash and cash equivalents at the beginning of fiscal period | 60 | 5 | 51.135.908.220 | 66.799.499.032 |
| Effect of exchange rate fluctuations | 61 | | 2.610.694 | 4.072.391 |
| Cash and cash equivalents at the end of fiscal period (70=50+60+61) | 70 | | <u>70.156.353.447</u> | <u>97.294.880.040</u> |

Preparer

NGUYEN THI THANH THUY**Chief Accountant**

PHAM HONG MINH**General Director****HO MINH NAM**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(These notes are an integral part and should be read in conjunction with the financial statements)

1. Nature of operations**1.1. General overview**

Danang Water Supply Joint Stock Company (hereinafter referred to as "the Company") was incorporated on the basis of equitization of Da Nang Water Supply Co., Ltd under Decision No. 5354/QD-UBND dated 09/08/2016 by Da Nang City People's Committee. The Company is an independent accounting entity, operating in accordance with Enterprise Registration Certificate No. 0400101066 dated 01/7/2010 by Da Nang City Planning and Investment Department (this Enterprise Registration Certificate has been amended nine times, and the latest amendment was made on 01/11/2021), the Enterprise Law, its Charter and other relevant regulations.

The Company was accepted for trading its common shares on UPCoM at Hanoi Stock Exchange in accordance with Decision No. 509/QD-SGDHN dated 07/07/2017 of the General Director of Hanoi Stock Exchange with stock code DNN. The official trading date of the share was 17/07/2017.

1.2. Principal scope of business: Producing and trading in domestic water.**1.3. Principal activities**

- Water collection, treatment and supply. Detail: Producing and trading in clean water for daily life, production activities and other needs;
- Architectural and engineering activities and related technical consultancy. Detail: Preparing construction investment projects. Consulting, designing and preparing total cost estimates of water supply and sewerage works of medium and small scale. Terrain and geological surveys, verification of design documents and cost estimates, construction supervision, management of the investment and construction of water supply and sewerage projects from Group B downwards;
- Technical examination and analysis. Detail: testing and measuring water meter.
- Production of soft drinks and mineral waters. Detail: Producing and trading in bottled drinking water;
- Water supply and sewerage, heating and air-conditioning system installation activities. Detail: Installation and construction of water supply works;
- Trading in other construction materials and equipment. Detail: Trading in materials and equipment exclusively used for the construction of water supply and sewerage.

1.4. Normal course of the business cycle

The Company's normal course of the business cycle is 12 months.

1.5. Corporate structure at 30.9.2025

As at Sep 30, 2025 the Company has 02 dependent units is as follows:

- Construction enterprise;
- Construction project management board.

Number of consolidated subsidiaries: 01

- Danang Water Supply Sewerage Construction Co., Ltd (Dawacon)

Danang Water Supply Sewerage Construction Company Limited was established under Decision No. 01/QD-HDQT dated January 24, 2019 of the Board of Directors of Danang Water Supply Joint Stock

Company. The Company is an independent accounting unit, operating under the Business Registration Certificate No. 0401953948 dated January 25, 2019 issued by the Department of Planning and Investment of Danang City, with a charter capital of 10 billion VND. The Company is headquartered at 10 Trinh Cong Son, Hoa Cuong Nam Ward, Hai Chau District, Danang City.

2. Accounting year and functional currency

The Company's accounting year is annually from 1st January to 31st December. Financial statements and accounting transactions are expressed in Vietnam Dong (VND).

3. The applicable accounting standards and system

The Company applied Vietnamese Accounting Standards, Vietnamese Corporate Accounting System issued under Circular No. 200/2014/TT-BTC dated 22nd December 2014, Circular No. 53/2016/TT-BTC dated 31st March 2016 and the guiding of implementation of accounting standards by the Ministry of Finance in preparing the financial statements.

4. Consolidation basis

The consolidated financial statements are consolidated from the Financial Statements of the Parent Company and the Financial Statements of the Subsidiaries.

Transactions and balances between the Parent Company and the Subsidiary are eliminated on consolidation of the Financial Statements.

5. Significant accounting policies

5.1 Exchange rate differences applied in accounting

Transactions denominated in foreign currencies are converted into VND ruling at the exchange rate at the date of the transaction. The balances of monetary items denominated in foreign currencies at the year end are converted at the exchange rate at that date.

Exchange rate used for revaluation of balance of the monetary items denominated in foreign currencies at the end of the fiscal year is determined based on the following principles:

- For foreign currency accounts in banks: the buying rate of the bank where the Company opens its foreign currency account.
- For monetary items denominated in foreign currencies classified as other assets: the buying rate of Vietnam Technological and Commercial Joint Stock Bank (Bank where the Company regularly has transactions).
- For monetary items denominated in foreign currencies classified as liabilities: Foreign currency selling rate of the Bank where the Company regularly transacts with suppliers.

Exchange rate differences are implemented according to the provisions of Vietnamese Accounting Standard No. 10 "Effects of changes in exchange rates". Accordingly, foreign exchange rate differences arising during the period and exchange rate differences due to revaluation of foreign currency balances at the end of the period of foreign currency-based monetary items are reflected in the business performance results during the accounting period.

5.2 Cash and cash equivalents

Cash comprises cash on hand, cash at bank, cash in transit and cash equivalents.

Cash equivalents are short-term investments which are collectable or mature within 3 months at the date of purchase, readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.3 Held-to-maturity investments

Investments are classified as held to maturity when the Company has the intention and ability to hold until the maturity date. Held-to-maturity investments include term deposits with banks (including treasury bills, promissory notes), bonds and preferred stocks that must be repurchased by issuers at a certain time in the future and held to maturity loans for the purpose of earning periodic interest and other held to maturity investments.

Held-to-maturity investments are initially stated at historical cost, which includes the purchase price and expenses associated with the purchase of investments. After initial receipt, these investments are recorded at recoverable value. Interest income from held-to-maturity investments after the acquisition date is recognized in the income statement on an accrual basis. Interest earned before the holding of the Company is recorded as a deduction at historical cost at the time of purchase.

When there is solid evidence that a part or all of the investment may not be recoverable and the losses are reliably determined, losses are recognized in financial expenses in the year and reduced direct investment value.

5.4 Receivables

Receivables include: Trade receivable, intra-company receivable and other receivable:

Trade receivables are commercial receivables in nature, arising from transactions with trading nature between the Company and buyers;

Other receivables include non-commercial receivables and non-intra company receivables.

Receivables are recorded at original cost less provision for doubtful debts. Provision represents the expected value of losses at the end of the accounting period for overdue receivables recovered in 6 months or less to maturity but debtors have fallen into bankruptcy or are in the process of dissolution, disappearance, escape, ... The provision for doubtful debts is made in conformity with guidelines of Circular No. 48/2019/TT-BTC dated 8th August 2019 by the Ministry of Finance. The increase, decrease in balance of provision for doubtful debts to be made at the year end are recorded in the administrative expenses.

5.5 Inventories

Inventories are stated at the lower of cost and net realizable value. Cost comprise costs of purchase, cost of conversion and any directly attributable costs of bringing the inventories to their present location and condition. Net realizable value is the estimated selling price less the estimated costs of completion the products and the estimated costs needed for their consumption.

The value of inventory at the end of the period is measured using the weighted-average method and inventory recording base on the perpetual inventory method.

Provision for decrease in value of inventories is made when the net realizable value of inventories is less than original cost. The provision is made in accordance with Circular No. 48/2019/TT-BTC date 8th August 2019 by Ministry of Finance. The increase, decrease in balance of provision for decrease in value of inventories to be made at the year end are recorded in the cost of goods sold.

5.6 Fixed assets

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of tangible fixed assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready for use state. The costs incurred after the initial recognition of tangible fixed assets shall be recorded as increase in their historical cost if these costs are certain to augment future economics benefits obtained from the use of these assets. Those incurred costs which fail to meet this requirement must be recognized as production and business expenses in the period.

Depreciation

Depreciation is computed at the straight-line basis over their estimated useful time in conformity with Circular No. 45/2013/TT-BTC dated 25 April 2013 by the Ministry of Finance:

| <u>Kind of assets</u> | <u>Useful life (years)</u> |
|-------------------------------------|----------------------------|
| Buildings, architectures | 10 – 25 |
| Machineries, equipments | 06 – 15 |
| Means of transport and transmission | 05 – 15 |
| Equipment, management tools | 04 – 10 |
| Other fixed assets | 06 - 12 |

Intangible fixed assets

Intangible fixed assets are stated at initial cost less accumulated amortization.

The cost of tangible fixed assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready for use state.

The costs related to intangible fixed assets arising after initial recognition are recognized as production and business expenses in the year unless these costs are associated with a specific intangible fixed asset. and increase economic benefits from these assets.

When intangible fixed assets are sold or liquidated, their cost and accumulated depreciation are written off, and arisen gain/loss are recorded into the income or the expenses in the period.

Intangible fixed assets of the Company as follows.

Software program

The cost associated with computer software programs is not an integral part of the related hardware capitalized. The cost of computer software is all the expenses paid by the Company by the time the software is put into use. Depreciating the cost of computer software is calculated on straight-line method within 04 – 10 years.

5.7 Prepaid expenses

Prepaid expenses is classified into short-term prepaid expense and long-term prepaid expenses on the Balance sheet and are allocated over the prepaid period or the period in which economic benefits are generated from these expenses.

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepaid expenses of the Company include:

Tools and instruments

Cost of tools and instruments being put into use are amortized in accordance with the straight-line method for a period of not more than 36 months.

Cost of repairing fixed assets

Cost of repairing assets with great value is allocated to cost under the straight-line method for a period of not more than 36 months.

5.8 Payables

Payables are classified as trade payables, accruals, internal payables and other payables comply with the following principles:

- Trade payables reflect the commercial elements arising from purchasing transactions of goods, services, assets and the seller is an independent entity, include payables from import by a trustee.
- Accruals reflect the payables to the received goods and services from seller or provided to buyer but not yet paid due to do not have invoice or insufficient accounting records and vouchers and payable to employees on sabbatical salary, operating costs must be accrued.
- Internal payables reflect accounts payable between superior units and affiliated units that do not have the legal status of dependent accounting.

Other payables reflect the non-commercial elements, unrelated to selling - purchasing transactions, rendering of services.

5.9 Borrowings and finance lease liabilities

Borrowings and finance lease liabilities are stated at cost and classified as short-term and long-term liabilities as disclosed in the financial statements.

Loans and finance leases liabilities are recorded by the entities, by loan agreements, original maturities, remaining maturities and in original currencies. For financial loans and borrowings being monetary items denominated in foreign currencies, they shall be revalued at the selling rate at the end of the period of the commercial banks where the Company regularly transactions.

Borrowing expenses

Borrowing expenses include interest expenses and other expenses directly relating to the Company's loans. Borrowing expenses shall be accounted for in expenses in the present period unless these expenses arise from loans for purpose of investment, construction in conformity with regulation in Accounting Standard: "Borrowing expenses".

A particular borrowing is used only for the purpose of construction investment or production of an uncompleted asset, the borrowing cost fully eligible for capitalization. In case of joint capital borrowings, which are used for the purpose of investment in construction or production of an uncompleted asset, the borrowing costs eligible for capitalization in each accounting period shall be determined according to the capitalization rate for weighted average accumulated costs incurred to the investment in construction or production of such asset.

The capitalization of borrowing costs shall be temporarily ceased in periods during which the investment in construction or production of uncompleted assets is interrupted, except for cases where such interruption is necessary. The capitalization of borrowing costs shall terminate when the major activities necessary to prepare the uncompleted asset for its intended use or sale are completed.

5.10 Accrued expenses

Accruals are recognized for amount to be paid in the future for goods and services received, whether or not billed to the Company. Major accrued expenses of the Company are determined on the basis of actual costs incurred from signed contracts without invoices at the time expenses are recognized..

5.11 Unearned revenues

Unearned revenue at the Company is money received in advance for one or more accounting periods for services provided to customers, allocated according to the number of periods in which the Company has received money in advance.

5.12 Owners' equity

The owner's contributed capital

The owner's contributed capital reflects the amount of capital actually contributed by the shareholders.

Capital surplus

Capital surplus is recognized by the difference between the issuing price and the denomination of shares at the first issue, additional issuance, the difference between the reissue price and the book value of treasury shares and the Capital portion of convertible bonds at maturity. Direct expenses related to the additional issuance of shares and re-issuance of treasury shares are recorded to reduce the capital surplus.

The owner's other funds

The owner's other funds are formed by supplementing from the results of business operations, asset revaluation and the remaining value between the fair value of donated assets after subtracting payable tax (if any) related to these assets..

5.13 Recognition of revenue

- Construction contract revenue
 - ✓ In case the construction contract stipulates that the contractor is paid according to the planned progress, when the results of the construction contract can be reliably estimated, the revenue and costs of the construction contract are recorded corresponding to the completed work;
 - ✓ In case the construction contract stipulates that the contractor is paid according to the value of the performed volume, when the results of the construction contract can be reliably estimated, the revenue and costs of the contract are recorded corresponding to the completed work in the period confirmed by the customer.
- Revenue from sales is recognized when all of the following conditions are met:
 - ✓ Sales revenue is recognized when the significant risks and rewards of ownership of the product have been transferred to the buyer and there is no significant possibility that the parties will change the decision on the selling price or the ability to return the goods;
 - ✓ Service revenue is recognized when the service is completed. In case the service is performed in many accounting periods, the determination of revenue in each period is based on the service completion rate at the end of the accounting period.
- Financial revenue is recognized when the revenue is determined relatively reliably and it is possible to obtain economic benefits from that transaction.
 - ✓ Interest is recognized on the basis of time and actual interest rate;
 - ✓ Dividends and profits distributed are recorded when the Company is entitled to receive dividends or profits from capital contributions. Stock dividends are not recorded as financial revenue.

Dividends received related to the period before investment are accounted for as a reduction in the value of the investment.

- Other income is income outside the Company's production and business activities, recorded when it can be determined with relative certainty and is likely to generate economic benefits.

5.14 Cost of goods sold

Cost of goods sold and corresponding revenue are recognized in the correct period and in accordance with the matching principle.

The raw materials, labor costs or costs of heavy-duty machinery in excess to the normal rate and undistributed factory overhead shall be charged out to cost of goods sold in the tax period instead of inventory value..

5.15 Financial expenses

Financial expenses reflect expenses or losses relating to financial investment activity including: interest expenses on loans, interest of late payment, financial lease interest, payment discounts for buyers, expenses and losses from liquidation, sale of investments; provision for decline in value of trading securities, provision for impairments in other entities, losses incurred when selling foreign currency, losses from exchange rate and other costs of investing activities.

5.16 Selling expenses, General administration expenses

Selling expenses and General administration expenses recognized in the period are expenses actually incurred in process of selling products, goods, services.

General administration expenses recognized in the period are expenses actually incurred related to the overall administration of enterprises. General administration expenses is reduced when the Company reverts allowance for doubtful debts.

5.17 Current corporate income tax expense

Current income tax is the tax amount computed based on the taxable income during the period at the tax rates applied as of the balance sheet date. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

5.18 Financial instruments

Initial recognition

Financial assets

A financial asset is recognized initially at cost plus transaction costs directly attributable to the acquisition of the asset. The Company's financial assets include cash on hand, cash in bank and other receivables

Financial liabilities

A financial liability is recognized initially at cost plus transaction costs directly attributable to the issuance of such liability. The Company's financial liabilities include accrued expenses and other payables.

Subsequent measurement

Currently, there has been no requirement for subsequent measurement of financial instruments.

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

5.19 Tax rate and other statutory obligation to the State Treasury

- Value added tax: Apply tax rate of 5% for water production activities; 8% and 10% for other activities.
- Corporate income tax: The tax rate applied to the water industry is 10%, and to other industries is 20%.
- Other taxes, fees and charges are paid in accordance with relevant regulations.

5.20 Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. Parties are also considered to be related if they are subject to common control or common significant influences.

Additional information for items shown in the interim balance sheet (separate):

| 6. Cash | 30/09/2025 | 31/12/2024 |
|--|------------------------|------------------------|
| Cash in hand | 29.056.081 | 56.242.485 |
| Cash at bank | 70.127.297.366 | 51.079.665.735 |
| Total | 70.156.353.447 | 51.135.908.220 |
| 7. Held-to-maturity investments | 30/09/2025 | 31/12/2024 |
| More than 3-month to 1-year term deposits | 438.317.140.746 | 361.488.224.415 |
| Total | 438.317.140.746 | 361.488.224.415 |
| 8. Short-term trade receivables | 30/09/2025 | 31/12/2024 |
| Trung Nam Hue Crossroad BT Limited Company | 4.090.711.000 | 4.090.711.000 |
| Water Bills for Institutions and Private Water Charges | 15.585.522.709 | 10.955.973.722 |
| Others | 1.244.137.021 | 2.041.027.145 |
| Total | 21.609.169.766 | 17.087.711.867 |
| 9. Short-term prepayment to suppliers | 30/09/2025 | 31/12/2024 |
| Danang Construction Company (Mr. Hoa) | 165.500.000 | 165.500.000 |
| Hai Duong Pump Manufacturing Joint Stock Company Branch in Hanoi | - | 180.608.600 |
| Hoa Tho Textile and Garment Joint Stock Corporation | 384.258.600 | - |
| Phan Huu Luyen | 185.000.001 | 185.000.001 |
| Cao Nam Phong High-Tech Trading and Service Company Limited | 246.840.000 | - |
| Tin Nghia Technical Service Trading Investment Joint Stock Company | 4.686.000.000 | - |
| Others | 1.016.695.828 | 890.152.412 |
| Total | 6.684.294.429 | 1.421.261.013 |
| 10.a Other short-term receivables | 30/09/2025 | 31/12/2024 |
| Short-term deposits | 603.997.416 | 1.190.078.000 |
| Advance | 1.728.299.196 | 2.001.477.808 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

| | | | |
|--|------------------------------|-----------------------|-----------------------|
| State budget to support Khanh Son domestic water | | 527.827.190 | 231.703.332 |
| Accrued interest | | 5.307.313.305 | 8.779.741.007 |
| Other receivables | | 3.685.632.856 | 4.083.542.928 |
| Total | | 11.853.069.963 | 16.286.543.075 |
| 10.b | Long-term receivables | 30/09/2025 | 31/12/2024 |
| 11. | 7. Inventories | 30/09/2025 | 31/12/2024 |
| Raw materials | | 36.242.561.744 | 40.197.139.972 |
| Tools and supplies | | 361.601.707 | 363.155.106 |
| work in progress | | 1.716.419.812 | 1.883.229.004 |
| Total | | 38.320.583.263 | 42.443.524.082 |
| 12. | Prepaid expenses | | |
| a. | Short-term | 30/09/2025 | 31/12/2024 |
| Cost of tools and equipment awaiting allocation | | - | 135.131.502 |
| Insurance expense | | 30.739.003 | 281.583.351 |
| Other short-term prepaid expenses pending allocation | | 231.604.513 | - |
| Total | | 262.343.516 | 416.714.853 |
| b. | Long-term | 30/09/2025 | 31/12/2024 |
| Cost of tools, machinery, equipment, and lines awaiting analysis | | 4.584.963.019 | 5.045.047.587 |
| Cost of installing branch pipes | | 5.340.582.411 | 4.432.764.564 |
| Total | | 9.925.545.430 | 9.477.812.151 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

13. Tangible fixed assets

| | Buildings and Architecture | Machinery and equipment | Means of transportation & transmitters | Office equipment | Other fixed assets | Total |
|---|-------------------------------|----------------------------|--|----------------------|-----------------------|--------------------------|
| Historical cost | | | | | | |
| Opening balance | 208.626.019.880 | 154.318.909.008 | 2.203.416.480.653 | 8.397.148.314 | 1.141.157.347 | 2.575.899.715.202 |
| Purchase | - | - | - | 30.909.091 | - | 30.909.091 |
| Completed construction | 1.842.370.675 | 110.612.549 | 5.135.310.238 | - | - | 7.088.293.462 |
| Increasing/Decreasing during the period | - | - | 26.637.539.626 | - | - | 26.637.539.626 |
| Closing balance | 210.468.390.555 | 154.429.521.557 | 2.181.914.251.265 | 8.428.057.405 | 1.141.157.347 | 2.556.381.378.129 |
| Depreciation | | | | | | |
| Opening balance | 164.405.100.957 | 101.833.274.577 | 1.301.481.349.557 | 6.771.767.824 | 618.000.559 | 1.575.109.493.474 |
| Depreciation in the period | 4.313.036.030 | 9.285.115.802 | 70.822.211.921 | 376.906.936 | 59.731.547 | 84.857.002.236 |
| Increasing/Decreasing during the period | - | - | 12.208.689.057 | - | - | 12.208.689.057 |
| Closing balance | 168.718.136.987 | 111.118.390.379 | 1.360.094.872.421 | 7.148.674.760 | 677.732.106 | 1.647.757.806.653 |
| Net book value | | | | | | |
| Opening balance | 44.220.918.923 | 52.485.634.431 | 901.935.131.096 | 1.625.380.490 | 523.156.788 | 1.000.790.221.728 |
| Closing balance | 41.750.253.568 | 43.311.131.178 | 821.819.378.844 | 1.279.382.645 | 463.425.241 | 908.623.571.476 |

* The remaining value of tangible fixed assets used as mortgage or pledge to secure loans as of September 30, 2025 is: VND 704.681.659.648

13. Intangible fixed assets

| | Accounting Software | Management Software | Other | Total |
|--------------------------------|---------------------|-----------------------|----------|-----------------------|
| Historical cost | | | | |
| Opening balance | 54.000.000 | 11.684.575.951 | - | 11.738.575.951 |
| Purchase | - | 150.000.000 | - | 150.000.000 |
| Decreasing during the period | - | - | - | - |
| Closing balance | 54.000.000 | 11.834.575.951 | - | 11.888.575.951 |
| Depreciation | | | | |
| Opening balance | 54.000.000 | 9.591.409.283 | - | 9.645.409.283 |
| Depreciation during the period | - | 394.341.665 | - | 394.341.665 |
| Decreasing during the period | - | - | - | - |
| Closing balance | 54.000.000 | 9.985.750.948 | - | 10.039.750.948 |
| Net book value | | | | |
| Opening balance | - | 2.093.166.668 | - | 2.093.166.668 |
| Closing balance | - | 1.848.825.003 | - | 1.848.825.003 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

| 15 Construction in progress | 30/09/2025 | 31/12/2024 |
|---|-----------------------|-----------------------|
| D315 PVC pipeline, DT605 route, from Le Trach station entrance to Hoa Phuoc - Hoa Khuong road | 2.006.665.240 | 1.809.792.952 |
| D400DI water supply pipeline, residential road along the railway (Hoa Cam overpass to Cau Do) | 2.880.945.431 | 2.860.727.273 |
| Da Nang water supply system infrastructure expansion project phase 2012-2019 | 4.578.238.041 | 4.578.238.041 |
| Upgrading and renovating Dawaco office interior | 1.123.503.336 | - |
| Construction of D225 HDPE, D200 PVC pipeline from DH2 road, Cau Giang to Hoang Van Thai | 3.276.275.031 | 2.641.643.164 |
| Installation of CN D160 HDPE pipeline on DH2 inter-village road, Hoa Son commune, Hoa Vang district | 1.478.910.964 | - |
| Temporarily relocate DN315, DN110 HDPE pipeline at Cau Do Water Plant | 1.424.781.423 | - |
| Development of water supply pipelines | - | 21.351.261.739 |
| Other construction | 48.316.316.671 | |
| Total | 65.085.636.137 | 33.241.663.169 |

* The value of unfinished construction investment costs used as collateral for bank loans as of September 30, 2025 is: VND 66.920.057

| 16. Short-term trade payables | 30/09/2025 | 31/12/2024 |
|--|-----------------------|-----------------------|
| Hawaco Electrical Mechanical Company Limited (HAWACO M&E) | 2.388.614.701 | 2.388.614.701 |
| SHIN YI Valve Joint Stock Company | 1.085.444.856 | - |
| Construction Joint Stock Company No 5 | 13.444.920.090 | 13.094.632.090 |
| HAWACO Southern Joint Stock Company | - | 1.863.000.000 |
| Danang City Urban Infrastructure Management Center | 14.954.841.068 | 14.568.808.506 |
| Phuoc Thinh Phat Company Limited | 862.703.382 | - |
| Water Supply, Drainage and Environment Consulting Joint Stock Company (Wase) | 254.296.640 | - |
| Others | 9.246.486.777 | 10.554.695.825 |
| Total | 42.237.307.514 | 42.469.751.122 |

| 17. Short-term prepayments from customers | 30/09/2025 | 31/12/2024 |
|--|--------------------|--------------------|
| Project Management Board of Construction Investment of Da Nang Traffic Works | 413.590.798 | 413.590.798 |
| Nam Viet A Construction Investment and Infrastructure Development JSC | - | 258.860.783 |
| 545 Construction Joint Stock Company | 39.752.600 | - |
| Others | 502.111.314 | 308.258.542 |
| Total | 955.454.712 | 980.710.123 |

18. Taxes and other payables to state budget

| | Opening balance | | Payable during the period | Paid amounts during the period | Closing balance | |
|------------------------|-----------------------|----------------------|---------------------------|--------------------------------|----------------------|-----------------------|
| | Receivables | Payables | | | Receivables | Payables |
| Value added tax | 17.618.681.411 | - | 21.071.954.029 | 5.615.011.369 | 2.161.738.751 | - |
| Corporate income tax | 7.517.100.621 | - | 20.400.327.957 | 5.543.037.264 | | 7.340.190.072 |
| Personal income tax | 2.077.640.549 | - | 1.976.130.296 | 2.298.380.925 | 2.399.891.178 | - |
| Natural resource tax | - | 372.992.250 | 3.082.086.300 | 3.021.030.550 | | 434.048.000 |
| Land tax and land rent | - | - | 965.346.573 | 2.177.981.148 | 1.212.634.575 | |
| Other taxes | - | - | 13.000.000 | 13.000.000 | - | - |
| Fees and charges | - | 6.769.131.699 | 72.782.895.084 | 70.883.465.249 | | 8.668.561.534 |
| | | | | | | - |
| Total | 27.213.422.581 | 7.142.123.949 | 120.291.740.239 | 89.551.906.505 | 5.774.264.504 | 16.442.799.606 |

19. Short-term accrued expenses

| | 30/09/2025 | 31/12/2024 |
|--|-----------------------|----------------------|
| Message fee | - | 2.799.607 |
| Fee for water fee collection | 436.547.273 | 259.611.000 |
| Data transmission fee | 201.078.495 | 20.000.000 |
| Interest payable | 356.792.000 | 322.312.102 |
| Water purchase cost - Hoa Lien water plant | 9.328.136.200 | |
| Electricity expenses | | 1.390.000.039 |
| Property rental costs | 4.253.080.657 | |
| Other expenses | 1.639.835.102 | 212.863.218 |
| Total | 16.215.469.727 | 2.207.585.966 |

20. Other payables

| a. Short-term | 30/09/2025 | 31/12/2024 |
|---|------------------------|------------------------|
| | - | 38.999.148 |
| Other receivables | 319.669.182 | 52.996.020 |
| Internal receivables | 1.012.001 | 1.000.000 |
| Other payables | 96.769.416.274 | 147.581.750.211 |
| <i>Danang City Water Supply Project Management Board</i> | <i>135.095.629</i> | <i>135.095.629</i> |
| <i>Temporary increase in assets of Hai Van water plant</i> | <i>1.221.614.989</i> | <i>1.221.614.989</i> |
| <i>Phải nộp NSNN chênh lệch chi phí nước thô - Payable for Da Nang City Investment and Development Fund for the invested budget</i> | <i>-</i> | <i>3.405.703.501</i> |
| <i>Property handed over from the budget</i> | <i>16.098.000.000</i> | <i>16.098.000.000</i> |
| | <i>63.112.355.566</i> | <i>80.092.123.622</i> |
| <i>Water infrastructure rental payable for the period from 2015 to 2023</i> | <i>15.231.094.910</i> | <i>46.629.212.470</i> |
| <i>Others</i> | <i>32.968.560.600</i> | <i>1.449.545.897</i> |
| Total | 130.058.658.057 | 149.124.291.276 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

| | | |
|--|------------------------|------------------------|
| b. Long term | 30/09/2025 | 31/12/2024 |
| Long-term deposit received | 12.390.768.558 | 9.874.491.564 |
| - Payable for Da Nang City Investment and Development Fund for the invested budget | 68.416.946.164 | 80.490.446.164 |
| Total | 80.807.714.722 | 90.364.937.728 |
| 21. Borrowings and finance lease liabilities | | |
| a. Short-term | 30/09/2025 | 31/12/2024 |
| Danang City Investment and Development Fund | 22.724.800.000 | 22.724.800.000 |
| Shinhan Bank Vietnam Limited - Danang Branch | 25.109.596.136 | 25.109.596.136 |
| Joint Stock Commercial Bank for Foreign Trade of Vietnam - Danang Branch | 9.873.820.000 | 9.873.820.000 |
| Joint Stock Commercial Bank for Investment and Development of Vietnam | 2.735.888.000 | 2.775.704.931 |
| Total | 60.444.104.136 | 60.483.921.067 |
| b. Long-term | 30/09/2025 | 31/12/2024 |
| Danang City Investment and Development Fund | 97.373.767.666 | 114.417.367.666 |
| Shinhan Bank Vietnam Limited - Danang Branch | 175.902.248.439 | 194.734.445.541 |
| Joint Stock Commercial Bank for Foreign Trade of Vietnam - Danang Branch | 56.116.555.924 | 65.990.375.924 |
| Joint Stock Commercial Bank for Investment and Development of Vietnam | 7.381.072.605 | 9.432.988.605 |
| Total | 336.773.644.634 | 384.575.177.736 |

22.Owner's equity

a. Statement of changes in owners' equity

| | Contributed capital | Capital surplus | Development and investment funds | Distributed profit after tax | Total |
|----------------------------|---------------------|-----------------|----------------------------------|------------------------------|-------------------|
| Balance as at Jan 01, 2022 | 579.640.610.000 | 8.993.538.265 | 117.103.023.611 | 83.363.219.477 | 789.100.391.353 |
| Increase during the period | - | - | 10.995.117.081 | 100.354.867.362 | 111.349.984.443 |
| Decrease during the period | - | - | - | (123.938.062.177) | (123.938.062.177) |
| Balance as at Dec 31, 2024 | 579.640.610.000 | 8.993.538.265 | 128.098.140.692 | 59.780.024.662 | 776.512.313.620 |
| Balance as at Jan 01, 2025 | 579.640.610.000 | 8.993.538.265 | 128.098.140.692 | 59.780.024.662 | 776.512.313.619 |
| Increase during the period | - | - | 5.030.081.962 | 173.795.503.634 | 178.825.585.596 |
| Decrease during the | - | - | - | 111.947.679.562 | 111.947.679.562 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

period

Profit
distribution
this period

Balance as at
Sep 30, 2025

| | | | | |
|-----------------|---------------|-----------------|-----------------|-----------------|
| - | - | - | 111.947.679.562 | 111.947.679.562 |
| 579.640.610.000 | 8.993.538.265 | 133.128.222.654 | 121.627.848.734 | 843.390.219.653 |

The Company distributes after-tax profits to pay the second dividend in 2024 according to Resolution No. 01/NQ-ĐHĐCĐ dated April 18, 2025 and the first dividend in 2025 according to Resolution No. 04/NQ-HĐQT dated September 4, 2025.

| | | |
|--|-----------------------------------|-----------------------------------|
| b. Details of investment capital | 30/09/2025 | 31/12/2024 |
| People's Committee of Danang City | 348.242.170.000 | 348.242.170.000 |
| Danang - Mien Trung Investment JSC | 202.867.440.000 | 202.867.440.000 |
| Other shareholders | 28.531.000.000 | 28.531.000.000 |
| Total | 579.640.610.000 | 579.640.610.000 |
| c. Undistributed profit after tax | 30/09/2025 | 31/12/2024 |
| Profits brought forward | 59.780.024.663 | 83.363.219.477 |
| Profits after corporate income tax of current period | 173.795.503.634 | 100.354.867.362 |
| Previous year's profit distribution | 59.780.024.662 | 83.363.219.477 |
| <i>Divide the dividend by cash bonus fund</i> | <i>40.574.842.700</i> | <i>57.964.061.000</i> |
| <i>welfare fund</i> | <i>6.800.000.000</i> | <i>6.909.033.767</i> |
| <i>Set up fund of Executive Management Board</i> | <i>575.100.000</i> | <i>585.973.863</i> |
| <i>Set up development and investment funds</i> | <i>5.030.081.962</i> | <i>10.995.117.081</i> |
| Current year's profit distribution | 52.167.654.900 | 40.574.842.700 |
| Undistributed profit after tax | 121.627.848.733 | 59.780.024.663 |
| 23. Total revenue | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Revenue from water industry | 575.957.993.987 | 481.734.951.318 |
| Revenue from other activities | 3.726.718.291 | 3.370.605.322 |
| Total | 579.684.712.278 | 485.105.556.640 |
| 24. Cost of goods sold | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Cost of goods sold from water industry | 323.707.376.748 | 341.760.394.391 |
| Cost of goods sold from other activities | 3.074.531.248 | 3.115.425.095 |
| Total | 326.781.907.996 | 344.875.819.486 |
| 25. Financial income | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Deposits, loans interest | 18.445.131.479 | 19.246.789.708 |
| Gains on exchange rate differences | 2.610.694 | 14.735.445 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

| | | | |
|---|--------------|-----------------------------------|-----------------------------------|
| | Total | 18.447.742.173 | 19.261.525.153 |
| 26. Financial expenses | | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Interest expenses | | 18.111.219.952 | 21.582.421.556 |
| Losses on exchange rate differences | | - | 10.663.054 |
| Total | | 18.111.219.952 | 21.593.084.610 |
| 27. Selling expenses and General administration expenses | | | |
| a. Selling expenses | | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Cost of raw materials | | 8.352.227.139 | 7.081.160.993 |
| Employees cost | | 19.168.902.725 | 17.761.371.166 |
| Other expenses | | 3.345.707.877 | 3.495.480.378 |
| Total | | 30.866.837.741 | 28.338.012.537 |
| b. General administration expenses | | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Employees cost | | 19.670.734.715 | 18.656.465.505 |
| Fixed asset depreciation | | 2.290.986.597 | 2.069.729.632 |
| Costs of outsourced services | | 2.034.642.566 | 1.880.370.563 |
| Other expenses | | 11.846.338.808 | 9.598.466.355 |
| Total | | 35.842.702.686 | 32.205.032.055 |
| 28. Other income | | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| | | - | 10.770.291 |
| Remaining drainage service charges for collection | | 1.642.906.865 | 1.570.980.699 |
| Handling of deposits and water bills without identifying the subject | | - | 203.679 |
| Liquidation of used Larsen piles | | 6.370.352.937 | |
| Other income | | 60.901.945 | 49.626.129 |
| Total | | 8.074.161.747 | 1.631.580.798 |
| 29. Other expenses | | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Residual value of fixed assets, liquidation | | - | |
| Fixed asset disposal costs | | - | 4.895.520 |
| Liquidation of used Larsen piles | | 113.089.332 | |
| Other expenses | | 227.046.490 | 257.071.902 |
| Total | | 340.135.822 | 261.967.422 |
| 30. Current corporate income tax | | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Total accounting profits before corporate income tax | | 194.263.812.001 | 78.724.746.481 |
| Adjustment of taxable income | | 425.680.856 | 966.946.622 |
| - Increasing adjustment (Excluding costs when calculating water industry taxes) | | 425.680.856 | 581.504.450 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

| | | |
|---|-----------------------------------|-----------------------------------|
| | | 385.442.172 |
| - Reversal of investment provisions in subsidiaries | | (603.989.540) |
| - Income from water industry | 185.775.124.083 | 79.712.632.351 |
| - Income from other activities | 8.488.687.918 | (987.885.870) |
| - Raw water cost difference paid to the State | - | (740.434.395) |
| Total taxable income | 194.689.492.857 | 78.951.258.708 |
| Current corporate income tax expenses | 20.400.327.957 | 7.867.912.452 |
| <i>In there:</i> | | |
| - Current corporate income tax expenses incurred this period | 20.400.327.957 | 7.980.078.886 |
| - Income from water industry (10%) | 18.537.570.614 | 7.781.962.194 |
| - Income from other activities (20%) | 1.862.757.343 | 162.196.248 |
| Corporate income tax collected from employees | - | 35.920.444 |
| - CIT paid on behalf of the state arises due to the raw water expenditure difference paid to the State budget | - | (148.086.879) |
| Deferred corporate income tax corresponding to the reversal of investment provisions in subsidiaries | 67.980.410 | 120.797.908 |
| 31. Basic and diluted earnings per share | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Profit after corporate income tax | 173.795.503.634 | 70.623.869.687 |
| Profit or loss attributable to common stockholders | 173.795.503.634 | 70.623.869.687 |
| Average number of common shares outstanding during the period | 57.964.061 | 57.964.061 |
| Basic earnings per share (***) | 2.998 | 1.218 |
| 32. Operating expenses according to elements | 01.01.2025 - 30.9.2025 | 01.01.2024 - 30.9.2024 |
| Cost of raw materials | 33.806.529.512 | 46.180.542.801 |
| Employees cost | 90.603.246.286 | 85.136.150.055 |
| Fixed asset depreciation | 85.258.118.615 | 93303469613 |
| Costs of outsourced services | 159.230.247.343 | 141.740.505.836 |
| Other explicit expenses | 25.043.301.417 | 39.058.195.773 |
| | - | |
| Total | 393.941.443.173 | 405.418.864.078 |

33. Divisions Report

In accordance with VAS 28 and this Circular guiding this Standard, the Company should prepare a Divisions Report. Accordingly, a division is a distinctly identifiable part of the Company that may be involved in the provision of related products or services (business lines) or product or service provider in a specific economic environment (geographic areas), each of these sectors bears risks and derives different economic benefits from the others. The Board of Directors of the Company assess that the Company operates in the main business division, which is the production and trading of the water industry and in Da Nang City, Vietnam.

34. Financial instruments**a. Capital risk management**

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

Through capital management, the Company considers and decides to maintain appropriate capital and liability balances in each period to ensure continuous operations while maximizing the benefits of owners.

b. Financial risk management

Financial risks include market risk (interest rate risk, commodity price risk), credit risk and liquidity risk.

Market risk management: The Company's business operations will be primarily exposed to risks from large fluctuations in interest rates and prices.

Interest Rate Risk Management

The Company's interest rate risk arises mainly from the loans it has signed. To minimize this risk, the Company has estimated the impact of interest expenses on business results in each period as well as analyzed and forecasted to choose appropriate repayment times. The Board of Directors believes that the Company's risk of unexpected interest rate fluctuations is low.

Price risk management

The company exploits water resources for production and business, so it only bears the risk of changes in resource tax policies. However, this tax rate is relatively stable and is under the management of the State, so the Board of Directors believes that there is no risk in commodity prices.

Credit risk management

The Company's customers are all people in society who need to use clean water and always pay on time. The Company's Board of Directors believes that the Company does not have significant credit risk with customers.

Liquidity risk management

To manage liquidity risks, meet current and future capital and financial obligations, the Company regularly monitors and maintains sufficient cash reserves, optimizes idle cash flows, takes advantage of credit from customers and partners, proactively controls due and upcoming debts in correlation with due assets and revenue that can be generated during that period,...

Summary of the Company's financial liabilities by payment term is as follows:

| 30/09/2025 | No more than 1 year | Over 1 year | Total |
|--|------------------------|------------------------|------------------------|
| Trade payables | 42.237.307.514 | - | 42.237.307.514 |
| Accrued expenses | 16.215.469.727 | - | 16.215.469.727 |
| Borrowings and finance lease liabilities | 60.444.104.136 | 336.773.644.634 | 397.217.748.770 |
| Other payables | 130.058.658.057 | 80.807.714.722 | 210.866.372.779 |
| Total | 248.955.539.434 | 417.581.359.356 | 666.536.898.790 |

| 31/12/2024 | No more than 1 year | Over 1 year | Total |
|--|------------------------|------------------------|------------------------|
| Trade payables | 45.867.108.260 | - | 45.867.108.260 |
| Accrued expenses | 2.207.585.966 | - | 2.207.585.966 |
| Borrowings and finance lease liabilities | 60.483.921.067 | 384.575.177.736 | 445.059.098.803 |
| Other payables | 149.124.291.276 | 90.364.937.728 | 239.489.229.004 |
| Total | 257.682.906.569 | 474.940.115.464 | 732.623.022.033 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

The Company has virtually no liquidity risk and can generate sufficient cash flows to meet its financial obligations as they fall due.

The summary of the Company's existing financial assets is presented on a net asset basis as follows:

| 30/09/2025 | No more than 1 year | Over 1 year | Total |
|------------------------------|--------------------------------|--------------------|------------------------|
| Cash and cash equivalents | 70.156.353.447 | - | 70.156.353.447 |
| Held-to-maturity investments | 438.317.140.746 | - | 438.317.140.746 |
| Trade receivables | 13.588.552.657 | - | 13.588.552.657 |
| Other receivables | 11.853.069.963 | - | 11.853.069.963 |
| Total | 533.915.116.813 | - | 533.915.116.813 |

| 31/12/2024 | No more than 1 year | Over 1 year | Total |
|------------------------------|--------------------------------|--------------------|------------------------|
| Cash and cash equivalents | 50.896.601.474 | - | 50.896.601.474 |
| Held-to-maturity investments | 359.088.224.415 | - | 359.088.224.415 |
| Trade receivables | 8.234.512.441 | - | 8.234.512.441 |
| Other receivables | 16.286.543.075 | - | 16.286.543.075 |
| Total | 434.505.881.405 | - | 434.505.881.405 |

35. Salary, remuneration and other benefits of the Executive Board:

Salary, remuneration and other benefits of the Board of Directors and Board of Supervisors:

| No | Board of Management | Position | From Jan 01, 2025 to Sep 30, 2025 | | |
|--------------|--------------------------------|---------------------------------|--|---------------------|----------------------|
| | | | Salary | Remuneration | Total |
| 1 | Ho Huong | Chairman of BOD | 604.800.000 | - | 604.800.000 |
| 2 | Dang Thanh Binh | Member of the BOD | - | 90.000.000 | 90.000.000 |
| 3 | Nguyen Truong Anh | Member of the BOD | - | 90.000.000 | 90.000.000 |
| 4 | Nguyen Thi Thu Ha | Head of Supervisory Board | 504.000.000 | - | 504.000.000 |
| 5 | Pham Thi Que Chi | Member of the Supervisory Board | - | 63.000.000 | 63.000.000 |
| 6 | Thai Quoc Khanh | Member of the Supervisory Board | - | 24.500.000 | 24.500.000 |
| 7 | Tan Thi Mien Thao | Member of the Supervisory Board | - | 38.500.000 | 38.500.000 |
| 8 | Ho Minh Nam | General Director | 567.709.560 | - | 567.709.560 |
| 9 | Le Duc Quy | Former Vice General Director | 178.104.960 | - | 178.104.960 |
| 10 | Tran Phuoc Thuong | Vice General Director | 500.920.200 | - | 500.920.200 |
| 11 | Phan Thinh | Chief accountant | 523.183.320 | - | 523.183.320 |
| 12 | Phan Thinh | Vice General Director | 333.946.800 | - | 333.946.800 |
| 13 | Dawacon | | - | - | - |
| Total | | | 3.212.664.840 | 306.000.000 | 3.518.664.840 |

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/7/2025 to 30/9/2025

| No | Board of Management | Position | From Jan 01, 2024 to Sep 30, 2024 | | |
|--------------|---------------------|---------------------------------|-----------------------------------|--------------------|----------------------|
| | | | Salary | Remuneration | Total |
| 1 | Ho Huong | Chairman of BOD | 486.000.000 | - | 486.000.000 |
| 2 | Dang Thanh Binh | Member of the BOD | - | 75.600.000 | 75.600.000 |
| 3 | Nguyen Truong Anh | Member of the BOD | - | 75.600.000 | 75.600.000 |
| 4 | Nguyen Thi Thu Ha | Head of Supervisory Board | 405.000.000 | - | 405.000.000 |
| 5 | Pham Thi Que Chi | Member of the Supervisory Board | 283.500.000 | - | 283.500.000 |
| 6 | Thai Quoc Khanh | Member of the Supervisory Board | - | 59.400.000 | 59.400.000 |
| 7 | Ho Minh Nam | General Director | 459.000.000 | - | 459.000.000 |
| 8 | Le Duc Quy | Vice General Director | 432.000.000 | - | 432.000.000 |
| 9 | Tran Phuoc Thuong | Vice General Director | 405.000.000 | - | 405.000.000 |
| 10 | Phan Thinh | Chief accountant | 405.000.000 | - | 405.000.000 |
| 11 | Dawacon | | | | |
| Total | | | 2.875.500.000 | 210.600.000 | 3.086.100.000 |

| | | | |
|----------------------------|--------------------|--------------|--------------------|
| Executive Management Bonus | 463.816.211 | Total | 292.664.836 |
| Dividends | 59.360.000 | | 31.700.000 |
| Total | 523.176.211 | | 324.364.836 |

36. Subsequent events

There have been no significant events occurring after the balance sheet date, which would require adjustments or disclosures to be presented in the interim financial statements (separate)..

37. Corresponding figures

Comparative figures of the Consolidated Financial Statements for the accounting period ended Sep 30, 2025 are taken from the Consolidated Financial Statements for the accounting period ended Sep 30, 2024 and the Consolidated Financial Statements for the accounting period ended December 31, 2024 presented in accordance with Circular 200 and audited by Vietvalues

Da Nang, October 30, 2025

| | | |
|--|---|--|
| Preparer  NGUYEN THI THANH THUY | Chief Accountant  PHAM HONG MINH | General Director  HO MINH NAM |
|--|---|--|



INDEX

| No | Contents | Page |
|----|--|------|
| 1. | Consolidated Balance Sheet as of 30/9/2025 | 1-2 |
| 2. | 3 rd Quarter 2025 Consolidated Income Statement | 3 |
| 3. | 3 rd Quarter 2025 Consolidated Statement of Cash flows | 4 |
| 4. | 3 rd Quarter Notes to the Consolidated Financial Statements | 5-23 |