THAI NGUYEN WATER JOINT STOCK COMPANY

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

CONSOLIDATED FINANCIAL STATEMENTS

Second Quarter, 2026

THAI NGUYEN WATER JOINT STOCK COMPANY
PHAN DINH PHUNG WARD, THAI NGUYEN PROVINCE

Form: B01a - DN/HN
(Issued under Circular No. 43/2026/TT-BTC
On April 20, 2026, by the Ministry of Finance)

MID-YEAR CONSOLIDATED BALANCE SHEET STATEMENT

As at 30 June 2026

Currency unit: Vietnamese Dong (VND)

ASSETS	No	Note	Ending of period balance	Balance at the beginning of the year
A - CURRENT ASSETS (100 = 110+120+130+140+150+160)	**100**		**95,871,092,177**	**115,031,084,389**
I. Cash and cash equivalents	**110**	VI.01	**18,540,036,870**	**47,968,138,720**
1. Cash	111		8,540,036,870	7,968,138,720
2. Cash equivalents	112		10,000,000,000	40,000,000,000
II. Short-term financial investment	**120**	**VI.02**	**20,000,000,000**	**10,000,000,000**
1. Trading securities	121		-	-
2. Provision for decline in value of trading securities (*)	122		-	-
3. Held-to-maturity investments	123		20,000,000,000	10,000,000,000
4. Provision for short-term held-to-maturity investments (*)	124			
5. Other short-term investments	125			
6. Provision for impairment of other short-term investments (*)	126			
III. Short-term receivables	**130**		**36,976,638,753**	**35,423,768,455**
1. Short-term trade receivables	131	VI.03	32,299,627,571	28,323,678,461
2. Short-term advances to suppliers	132		2,354,020,721	2,532,809,321
3. Phải thu nội bộ ngắn hạn	133		-	-
3. Receivables according to the construction contract progress schedule	134		-	-

ASSETS	No	Note	Ending of period balance	Balance at the beginning of the year
4. Other short-term receivables	136	VI.04	14,529,233,190	16,773,523,402
5. Provision for short-term bad debts (*)	137	VI.06	(12,220,915,607)	(12,220,915,607)
6. Assets shortage awaiting resolution	139	VI.05	14,672,878	14,672,878
IV. Inventories	**140**	**VI.07**	**19,389,348,403**	**16,381,639,102**
1. Inventories	141		21,513,920,136	18,506,210,835
2. Provision for obsolescence of inventories (*)	142		(2,124,571,733)	(2,124,571,733)
V. Short-term biological assets	**150**			
1. Livestock held for single harvest (short-term)	151			
2. Seasonal crops or crops held for single harvest (short-term)	152			
3. Provision for impairment of short-term biological assets (*)	153			
VI. Other current assets	**160**		**965,068,151**	**5,257,538,112**
1. Short-term prepaid expenses	161	VI.11	78,891,107	124,446,954
2. VAT deductibles	162		884,785,043	5,131,699,157
3. Taxes and other receivables from State budget	163	VI.15	1,392,001	1,392,001
4. Repurchase agreements of Government bonds	164		-	-
5. Other current assets	165		-	-
B - NON-CURRENT ASSETS (200 = 210+220+230+240+250+260+270)	**200**		**691,751,051,531**	**710,452,027,418**
I. Long-term receivables	**210**		-	-
II. Fixed assets	**220**		**587,086,310,817**	**605,897,361,532**
1. Tangible fixed assets	221	VI.09	586,365,825,275	605,067,377,592

ASSETS	No	Note	Ending of period balance	Balance at the beginning of the year
- Cost	222		1,102,560,294,038	1,100,018,203,693
- Accumulated depreciation (*)	223		(516,194,468,763)	(494,950,826,101)
2. Finance lease assets	224		-	-
- Cost	225		-	-
- Accumulated depreciation (*)	226		-	-
3. Intangible fixed assets	227	VI.10	720,485,542	829,983,940
- Cost	228		1,824,974,325	1,824,974,325
- Accumulated depreciation (*)	229		(1,104,488,783)	(994,990,385)
III. Long-term biological assets	**230**		-	-
1. Súc vật nuôi cho sản phẩm định kỳ	231		-	-
a. Súc vật nuôi cho sản phẩm định kỳ chưa đến giai đoạn trưởng thành	232			
b. Súc vật nuôi cho sản phẩm định kỳ đến giai đoạn trưởng thành	233		-	-
- Nguyên giá	234			
- Giá trị khấu hao luỹ kế (*)	235			
2. Súc vật nuôi lấy sản phẩm một lấy dài hạn	236			
3. Cây trồng theo mùa vụ hoặc lấy sản phẩm một lần dài hạn	237			
4. Dự phòng tổn thất tài sản sinh học dài hạn (*)	238			
IV. Investment property	**240**		-	-
- Cost	241		-	-
- Accumulated depreciation (*)	242		-	-

ASSETS	No	Note	Ending of period balance	Balance at the beginning of the year
V. Long-term assets in progress	**250**	**VI.08**	**7,916,479,335**	**8,361,600,218**
1. Long-term unfinished production and business costs	251		-	-
2. Construction in-progress	252		7,916,479,335	8,361,600,218
VI. Long-term financial investment	**260**	**VI.02**	**86,579,239,844**	**86,359,546,452**
1. Investment in subsidiaries	261		-	-
2. Investment in joint-ventures, associates	262		86,579,239,844	86,359,546,452
3. Equity investment in other entities	263		-	-
4. Provision for impairment of long-term investments in other entities	264		-	-
5. Held-to-maturity investments	265		-	-
6. Provision for long-term investments held to maturity (*)	266			-
VII. Other non-current assets	**270**		**10,169,021,535**	**9,833,519,216**
1. Long-term prepaid expenses	271	VI.11	10,169,021,535	9,833,519,216
2. Deferred income tax assets	272		-	-
3. Long-term spare parts, materials and equipment	273		-	-
4. Other non-current assets	274		-	-
5. Goodwill	279			
TOTAL ASSETS (280 = 100+200)	**280**		**787,622,143,708**	**825,483,111,807**

RESOURCES	No	Note	Ending of period balance	Balance at the beginning of the year
C - LIABILITIES (300 = 310+ 330)	**300**		**568,871,048,618**	**606,073,495,990**
I. Current liabilities	**310**		**159,249,860,169**	**180,327,800,339**
1. Short-term trade payables	311	VI.13	55,983,689,945	78,573,626,164
2. Short-term advance from customers	312		6,216,446,683	6,530,838,108
3. Dividends and profit payable	313	VI.14	6,796,995,868	
4. Taxes and other payables to State budget	314	VI.15	5,679,175,929	6,873,746,007
5. Payables to employees	315		11,122,677,729	14,699,698,729
6. Short-term accrued expenses	316	VI.16	5,098,153,718	5,041,143,987
7. Payables according to construction contract progress schedule	318		-	-
8. Short-term unearned revenue	319		-	
9. Other short-term payables	320	VI.17	29,221,608,315	31,196,261,967
10. Short-term loans and liabilities	321	VI.12	35,209,269,277	35,547,408,435
11. Short-term provisions for liabilities	322		-	-
12. Bonus and welfare funds	323	VI.18	3,921,842,705	1,865,076,942
13. Price Stabilization Fund	324		-	-
14. Government Bond Repurchase Transactions	325		-	-
II. Long-term liabilities	**330**		**409,621,188,449**	**425,745,695,651**
1. Long-term trade payables	331		-	-
2. Long-term advance from customers	332		-	-
3. Long-term taxes and other payables to State budget	333			

RESOURCES	No	Note	Ending of period balance	Balance at the beginning of the year
4. Long-term accrued expenses	334		-	-
5. Phải trả nội bộ về vốn kinh doanh	335		-	-
6. Phải trả nội bộ dài hạn	336		-	-
5. Long-term unearned revenue	337		-	-
6. Other long-term payables	338		-	-
7. Long-term loans and liabilities	339	VI.12	409,021,188,449	425,145,695,651
8. Convertible Bonds	340		-	-
9. Preferred Share	341		-	-
10. Deferred Tax Liabilities	342		600,000,000	600,000,000
11. Long-term provisions for liabilities	343		-	-
D - EQUITY	**400**	**VI.18**	**218,751,095,090**	**219,409,615,817**
1. Contributed charter capital	411		160,000,000,000	160,000,000,000
- Ordinary shares with voting right	411a		160,000,000,000	160,000,000,000
- Preferred Share	411b		-	-
2. Additional Paid-In Capital	412		-	-
3. Convertible Bond Option	413		-	-
4. Other owner's equity	414		109,463,185,448	109,463,185,448
5. Treasury Shares	415		-	-
6. Revaluation surplus	416		-	-
7. Foreign exchange difference	417		-	-
8. Investment and development fund	418		40,366,419,725	32,622,956,562
9. Other Funds in Owner's Equity	419		-	-

RESOURCES	No	Note	Ending of period balance	Balance at the beginning of the year
10. Retained earnings	420		(91,078,510,083)	(82,676,526,193)
- Retained earnings accumulated to previous period	420a		(108,488,070,069)	(101,135,936,436)
- Retained earnings of this period	420b		17,409,559,986	18,459,410,243
11. Non-controlling interests	429		-	-
TOTAL RESOURCES (440 = 300 + 400)	**440**		**787,622,143,708**	**825,483,111,807**

Approved on July 18, 2026

Preparer	Chief Accountant	General Director
Nguyen Thi Thanh Minh	Nguyen Minh Phuong	Nguyen Xuan Hoc

MSDN: 4600100109 CTCP
CÔNG TY CỔ PHẦN NƯỚC SẠCH THÁI NGUYÊN
TP. THÁI NGUYÊN - T. THÁI NGUYÊN

THAI NGUYEN WATER JOINT STOCK COMPANY
PHAN DINH PHUNG WARD, THAI NGUYEN PROVINCE

Form B02a - DN/HN
(Issued under Circular No. 43/2026/TT-BTC On April 20, 2026, by the Ministry of Finance)

MID-YEAR CONSOLIDATE INCOME STATEMENT
Second Quarter of 2026

Currency unit: Vietnamese Dong

Items	No	Note	Quarter 2		Year-to-date	
			Year 2026	Year 2025	Year 2026	Year 2025
1	2	3	4	5	6	7
1. Revenue from sales and services	**01**	**VII.1**	**65,670,056,540**	**64,564,375,533**	**124,758,963,891**	**119,344,892,092**
2. Revenue deductions	02	VII.2	-	-	-	-
3. Net revenue from sales and services (10 = 01-02)	**10**		**65,670,056,540**	**64,564,375,533**	**124,758,963,891**	**119,344,892,092**
4. Cost of goods sold and services rendered	11	VII.3	35,830,377,304	35,282,617,912	67,965,158,316	67,676,511,562
5. Gross profit from sales and services (20 = 10-11)	**20**		**29,839,679,236**	**29,281,757,621**	**56,793,805,575**	**51,668,380,530**
6. Profit/(loss) from the sale and disposal of investment property	21	VII.4				
7. Financial activities income	22	VII.5	150,721,330	161,505,565	633,060,237	169,650,571
8. Financial activities expenses	23	VII.6	6,234,864,676	17,282,452,173	13,413,245,249	24,821,619,080
- In which: Interest expense	24		*4,939,480,060*	*9,031,287,008*	*12,117,860,633*	*13,848,696,916*
9. Selling expenses	25	VII.9	5,938,987,678	5,014,913,977	10,977,960,933	9,895,399,731
10. General and administrative expenses	26	VII.9	5,836,884,310	6,358,069,006	10,795,450,158	11,208,773,701
11. Share of Profit or Loss in Joint Ventures and Associates	27		126,834,126	107,778,514	219,693,392	228,423,799
12. Operating profit [30 = 20+(21-22)-(24+25-26)]	**30**		**12,106,498,028**	**895,606,544**	**22,459,902,864**	**6,140,662,388**
13. Other income	31	VII.7	226	1,119	23,790	650,002,122
14. Other expenses	32	VII.8	885,529	186,251,565	885,529	186,251,565
15. Other profit (40 = 31-32)	40		(885,303)	(186,250,446)	(861,739)	463,750,557
16. Accounting profit before tax (50 = 30+40)	**50**		**12,105,612,725**	**709,356,098**	**22,459,041,125**	**6,604,412,945**
17. Current business income tax charge	51	VII.11	2,683,322,664	502,071,055	5,049,481,139	1,977,479,737
18. Deffered business income tax charge	52	VII.11	-			
19. Net profit after tax (60 = 50-51-52)	**60**		**9,422,290,061**	**207,285,043**	**17,409,559,986**	**4,626,933,208**
20. Profit after tax attributable to owners of the parent company	61		9,237,519,709	78,540,734	17,087,298,234	4,374,099,683

Approved on July 18, 2026

Preparer	Chief Accountant	General Director
Nguyen Thi Thanh Minh	Nguyen Minh Phuong	Nguyen Xuan Hoc

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TP. THÁI NGUYÊN - T. THÁI NGUYÊN

THAI NGUYEN WATER JOINT STOCK COMPANY
PHAN DINH PHUNG WARD, THAI NGUYEN PROVINCE

Form B03a - DN/HN
(Issued under Circular No. 43/2026/TT-BTC On April 20, 2026, by the Ministry of Finance)

MID-YEAR CONSOLIDATED CASH FLOWS STATEMENT

(Indirect method)

Accounting period from April 1 to June 30, 2026

Currency unit: Vietnamese Dong (VND)

Items	No	Note	Year-to-date as of the end of Quarter 2	
			Year 2026	Year 2025
I. Cash flows from operating activities				
1. Accounting profit before tax	***01***		***22,459,041,125***	***6,604,412,945***
2. Adjustments for:			-	-
- Depreciation of fixed assets and investment property	02		21,344,037,110	23,349,807,482
- Provisions	03		-	-
- Gains and losses from foreign exchange differences arising from the revaluation of foreign currency monetary items	04		1,295,384,616	10,768,924,587
- Gains and losses from investment and financial activities	05		(852,753,626)	(398,074,370)
- Interest expense	06		12,117,860,633	13,848,696,916
- Other adjustments	07		-	-
3. Profit from operating activities before changes in working capital	***08***		***56,363,569,858***	***54,173,767,560***
- Increase/decrease in receivables	09		775,402,194	(3,232,665,604)
- Increase/decrease in inventories	10		(3,007,709,301)	124,803,116
- Increase/decrease in payables (excluding interest payables/CIT payables)	11		4,887,368,587	(7,150,217,920)
- Increase/decrease in prepaid expenses	12		(289,946,472)	(10,505,493)
- Increase/decrease in trading securities	13		-	-
- Interest paid	14		(12,114,350,902)	(14,247,514,480)
- Corporate income tax paid	15		(6,440,920,211)	(212,218,498)
- Other receipts from operating activities	16		-	-
- Other payments on operating activities	17		(482,211,000)	(253,121,340)
Net cash flows from operating activities	***20***		***39,691,202,753***	***29,192,327,341***
II. Cash flows from investing activities				
1. Purchase, construction of fixed assets and other long-term assets	21		(3,453,662,211)	(3,011,526,403)

Items	No	Note	*Year-to-date as of the end of Quarter 2*	
			Year 2026	**Year 2025**
2. Proceeds from disposals of fixed assets and long-term assets	22		-	-
3. Cash paid for lending and acquiring debt instruments of other entities	23		(20,000,000,000)	(17,000,000,000)
4. Proceeds from loans recovered and sales of debt instruments of other entities	24		-	-
5. Cash paid for investments in other entities	25		-	-
6. Proceeds from investment recoveries and equity withdrawals from other entities	26		-	-
7. Cash received from interest on loans, dividends, and profit distributions	27		633,060,234	169,650,571
Net cash flows from investing activities	***30***		***(22,820,601,977)***	***(19,841,875,832)***
III. Cash flows from financing activities				
1. Cash received from issuance of shares and capital contributions from owners	31		-	-
2. Cash paid to return capital to owners and repurchase of issued shares	32		-	-
3. Proceeds from borrowings	33	VIII.1	-	-
4. Repayment of borrowings	34	VIII.2	(17,758,030,976)	(17,928,940,639)
5. Cash paid for finance lease liabilities	35		-	-
6. Dividends paid	36		-	-
Net cash flows from financing activities	40		**(17,758,030,976)**	**(17,928,940,639)**
Net cash flows in the period (50 = 20+30+40)	**50**		**(887,430,200)**	**(8,578,489,130)**
Cash and cash equivalents at beginning of period	**60**		**19,427,467,070**	**19,402,037,565**
Effect of foreign exchange rate changes	61		-	-
Cash and cash equivalents at end of period (70 = 50+60+61)	**70**		**18,540,036,870**	**10,823,548,435**

Approved on July 18, 2026

Preparer	**Chief Accountant**	**General Director**
Nguyen Thi Thanh Minh	**Nguyen Minh Phuong**	**Nguyen Xuan Hoc**

MSDN: 4600100... CÔNG TY CỔ PHẦN NƯỚC SẠCH THÁI NGUYÊN TP. THÁI NGUYÊN - T. THÁI NGUYÊN

NOTES TO THE MID-YEAR CONSOLIDATED FINANCIAL STATEMENTS

Accounting period from April 1 to June 30, 2026

I. Characteristics of the Company's operations

1. Form of ownership:

Thai Nguyen Water Joint Stock Company was converted from a One-Member Limited Liability Company into a Joint Stock Company under Decision No. 2691/QD-UB dated October 22, 2009, issued by the People's Committee of Thai Nguyen Province. The initial Business Registration Certificate and Tax Registration were issued on December 25, 2009, and the fifth amendment was issued on June 22, 2015.

Company Headquarters: Group 101, Phan Dinh Phung Ward, Thai Nguyen Province.

Charter capital: VND 160,000,000,000, in which: State ownership: 42.27%; Strategic investor (Dong A International Group JSC): 41%; Other shareholders: 16.73%; Par value: VND 10,000 per share, equivalent to 16,000,000 shares.

2. Business areas: Production, trading, consulting, construction...

3. Business sectors

+ Exploitation, treatment, and supply of water

+ Production of non-alcoholic beverages and mineral water

+ Installation of water supply and drainage systems, etc.

+ Installation of electrical systems

+ Construction of all types of residential buildings

+ Construction of other civil engineering projects

+ Construction of railways and roads

+ Management consulting activities

+ Management consulting activities

+ Wholesale and retail of food, beverages, other household goods, machinery and equipment, and general wholesale and retail;

+ ... etc.

4. Normal business cycle: 12 months

5. Characteristics of the company's operations during the financial year that affect the financial statements:

- The clean water selling price in district areas is set by the Provincial People's Committee and is lower than the actual cost. Additionally, water consumption in these areas is low, so production capacity has not been fully utilized.

- In the second quarter, the Company recorded a profit of VND 9,422,519,709.

6. Company structure:

- Total number of subsidiaries consolidated: 2 companies

- List of consolidated subsidiaries:

+ Thai Nguyen Clean Water Construction Co., Ltd:

Company name: Thai Nguyen Clean Water Construction Co., Ltd.

Address: Group 101, Phan Dinh Phung Ward, Thai Nguyen Province

Parent company's ownership interest: 100%

Parent company's voting rights: 100%

+ Friend Co., Ltd.:

Company name: Friend Co., Ltd.

Address: Group 101, Phan Dinh Phung Ward, Thai Nguyen Province

Parent company's ownership interest: 100%

Parent company's voting rights: 100%

- List of joint ventures and associates:

+ Doinco Vietnam Joint Stock Company: Charter capital as stated in the Enterprise Registration Certificate: VND 232.5 billion

Company name: Doinco Vietnam Joint Stock Company

Address: No. 15, Alley 155/74/20, Truong Chinh Street, Phuong Liet Ward, Hanoi

Ownership percentage: 35.91% (equivalent to VND 83.5 billion)

Voting rights: 35.91%

- The company has established a Project Management Board for investment and construction. The board operates independently in accounting, has its own legal seal, and opens accounts at the State Treasury of Thai Nguyen and commercial banks for each project.

7. Number of employees at the end of the reporting period: 445 employees.

8. Statement on the comparability of information in the financial statements: The figures presented are consistent with the corresponding information in the financial statements of the previous period.

9. Explanations of other information: None.

II. Accounting Period and Currency Used in Accounting

1. Fiscal year: Begins on January 1 and ends on December 31 annually.

2. Currency used in accounting: Vietnamese Dong (VND).

III. Applied Accounting Standards and Regulations

October 27, 2025, issued by the Ministry of Finance.

2. Statement of compliance with accounting standards and regulations:

- The Company's financial statements are prepared and presented in accordance with the accounting standards issued by the Ministry of Finance and the accounting regime promulgated under Circular No. 99/2025/TT-BTC dated October 27, 2025 of the Minister of Finance, and Circular No. 202/2014/TT-BTC dated December 22, 2014 guiding the preparation and presentation of consolidated financial statements.

- The Company applies a centralized accounting system and maintains its accounting records on computers using the General Journal form.

IV. Applicable accounting policies

1. Principles for converting financial statements from foreign currencies to VND: When the Company incurs economic transactions in foreign currencies, they are recorded in the accounting books in Vietnamese Dong.

2. Exchange rates applied in accounting

3. Principle of effective interest rate application

4. Principles for recognizing cash and cash equivalents:

- Cash and cash equivalents include: cash on hand, bank deposits, and short-term investments with maturities of no more than 3 months.

- All economic transactions of the Company are recorded and reported in Vietnamese Dong. Cash equivalents are determined in accordance with Accounting Standard No. 24 – "Cash Flow Statements."

5. Principles for recognizing financial investments:

a. Trading securities

b. Held-to-maturity investments: Time deposits with terms from over 3 months to 12 months are considered held-to-maturity investments. These are presented on the financial statements at historical cost.

c. Investments in subsidiaries, joint ventures, and associates:

- Subsidiary investments: The Company holds 100% ownership in two subsidiaries:

+ *Thai Nguyen Clean Water Construction Co., Ltd. with charter capital of VND 3,000,000,000; capital contribution made in cash and non-monetary assets.*

+ *Friend Co., Ltd. with charter capital of VND 1,000,000,000; capital contribution made in cash.*

- Investment in associate: The Company contributed capital to establish Doinco Vietnam Joint Stock Company, with a total charter capital of VND 232.5 billion. Thai Nguyen Water Joint Stock Company contributed VND 83.5 billion, accounting for 35.91% ownership.

d. Investment in equity instruments of other entities.

đ. Accounting methods for other transactions related to financial investments.

6. Principles for Recognizing Receivables

- Criteria for classification of receivables include: trade receivables; internal receivables; other receivables; advances to suppliers; intercompany receivables; and miscellaneous receivables.

- Receivables are tracked in detail by each debtor.

- Method for setting up provision for doubtful debts: Based on overdue debts as specified in economic contracts, the provision is made in accordance with Circular No. 48/2019/TT-BTC dated August 8, 2019, issued by the Ministry of Finance.

7. Principles for Inventory Recognition

- Inventory recognition: Inventories are valued at original cost, which includes: purchase cost (purchase price, transportation, loading and unloading, storage, etc.), processing cost, and other directly related costs incurred to bring inventories to their present location and condition.

- Inventory valuation method: Weighted average method.

- Inventory accounting method: Perpetual inventory system.

- Provision for inventory devaluation: Per Circular No. 48/2019/TT-BTC dated August 8, 2019.

Specifically, the provision is made based on the difference between historical cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business less estimated costs of completion and estimated costs necessary to make the sale. The provision amount is the difference between the required provision this year and the unused provision from the previous year (either increased or reversed).

Provision for inventory = devaluation	Actual quantity of inventories as of reporting date	X	(Original cost per books	-	Net realizable value)

8. Principles for Recognition and Depreciation of Fixed Assets, Finance Leases, and Investment Properties

a. Principles for Recognition and Depreciation of Tangible Fixed Assets

- Recognition principle: Tangible fixed assets are recorded at historical cost minus accumulated depreciation. Post-initial expenses such as upgrades and renovations are capitalized, while regular maintenance and repairs are expensed in the period incurred.

+ Cost of tangible fixed purchased assets (new and used) =	Actual purchase price + Non-refundable taxes + Directly attributable costs (e.g., interest, transportation, installation, test runs, etc.)
+ Cost of tangible fixed assets: self-constructed or self-manufactured assets =	Actual construction/production cost + Installation and test run costs + Directly attributable costs (excluding internal profits, recoverable values from test runs, and unreasonable costs such as waste of materials)
+ Cost of tangible fixed assets formed through construction investment =	Approved project settlement value + Registration fees + Directly attributable costs

+ Assets acquired through exchange = Construction/production cost + Installation and test run costs

- Depreciation method: Straight-line depreciation is applied, based on the useful lives prescribed in Circular No. 45/2013/TT-BTC dated April 25, 2013.

+ Buildings, structures	10 -> 50 years
+ Machinery and equipment	8 -> 15 years
+ Transportation & transmission means	10 -> 30 years
+ Management tools and equipment	5 -> 10 years
+ Other fixed assets	05 years

b. Principles for Recognition and Depreciation of Intangible Fixed Assets

- The Company's intangible fixed assets include: accounting software and e-invoicing software, recognized at original cost.

- Original cost = Actual purchase price + Non-refundable taxes + Direct costs incurred until the asset is ready for use.

- Depreciation method: Straight-line depreciation.

c. Principles for Recognition and Depreciation of Finance Lease Assets

- Recognition principle: Finance-leased fixed assets are recognized at the lower of the fair value of the leased asset or the present value of minimum lease payments, plus any directly attributable initial costs.

=> Management: Fixed assets under finance leases are managed in terms of original cost, accumulated depreciation, and net book value.

d. Principles for Recognition and Depreciation of Investment property

- Recognition principle: Investment properties are recognized at historical cost.

- Depreciation method: Straight-line method according to the useful lives defined under Circular No. 45/2013/TT-BTC dated April 25, 2013 by the Ministry of Finance.

9. Principles of accounting for biological assets.

10. Accounting Principles for Business Cooperation Contracts

11. Accounting Principles for Prepaid Expenses

- Prepaid expenses include: water meter expenses, production tools and equipment, office supplies, personal protective equipment, etc.
- Prepaid expenses are classified as short-term or long-term based on the allocation period:

+ Short-term prepaid expenses: Allocated within 1 year.

+ Long-term prepaid expenses: Allocated over a period of more than 1 year and up to 3 years.

+ Water meter expenses: Allocated over 5 years according to the clean water pricing plan approved by the People's Committee of Thai Nguyen Province

- Allocation method: Straight-line method.

12. Principles of accounting for trade payables:

- Recorded at the actual amount payable;;
- Payables are tracked in detail by each creditor and by payment due dates.

13. Principles of accounting for dividends and profit payable:

- When there is a Resolution of the General Meeting of Shareholders and a notice of dividend payment, the list of shareholders is finalized;
- Dividends are paid when the Company is profitable, has fulfilled its tax obligations, and is able to fully meet its liabilities after the payment.

14. Principles for Accrued Expenses Recognition:

Accrued expenses of the Company include:

+ Interest on loans from the World Bank (WB), recorded as financial expenses for the period, based on document No. 3160/NHPT-VN dated 17/9/2013 from the Vietnam Development Bank.

+ Interest on loans for the water supply project in Song Cong Town (mixed capital from Kfw and Norad).;

+ Interest on loans for the water supply system development project in Thai Nguyen City.;

+ Accrued expenses payable to contractors and other payables, etc.

15. Principles for Unearned Revenue Recognition

16. Principles and Methods for Provision for Payables Recognition

- Principles of recording provisions for payables.

- Method of recording provisions for payables.

17. Accounting Principles for Deferred Corporate Income Tax.

18. Principles for Recognizing Loans and Finance Lease Liabilities.

- Borrowing costs include loans from commercial banks, the Asian Development Bank (ADB), the World Bank (WB), etc., used to fund projects as approved by the People's Committee of Thai Nguyen Province.

- The loan amount is recorded at its principal value and classified as short-term or long-term. Loans are tracked in detail by project, including:

+ WB loan – Projects in Du, Phu Luong, and Dinh Ca, Vo Nhai

+ Norad and KfW loans – Water supply project for Song Cong town

+ Vietcombank Ha Nam loan – Song Cong II project and solar power project

+ ADB loans (Loan 2961 and Loan 3251-VIE) – TPTN water supply system project

- Loan repayment: Principal repayments follow loan contracts and agreements; the repayment source is derived from depreciation of fixed assets.

19. Principles for Recognition and Capitalization of Borrowing Costs.

- Capitalized borrowing costs include interest expenses incurred during the construction period..

- The Company recognizes capitalization in accordance with Accounting Standard No. 16 – "Borrowing Costs." Borrowing costs eligible for capitalization are those incurred from the start of investment until the end of the construction phase, as evidenced by the handover minutes putting the asset, project, or project component into use.

20. Principles for Convertible Bonds Recognition.

21. Principles for Owner's Equity Recognition.

- Principles:

+ Recognized at actual contributed capital.

+ Other owner's equity includes assets received from the handover of district-level water supply enterprises and state budget allocations for project implementation.

- Revaluation differences of assets are recorded according to accounting principles.

- Foreign exchange differences are recorded according to the nature and purpose of the transaction.

- Undistributed after-tax profit is recognized as the result from the Company's business activities after deducting income tax and making retrospective adjustments for accounting policies and material prior-period errors.

22. Principles and methods of recognition of revenue and other income.

a. Revenue from sales of goods and provision of services:

- Sales revenue includes clean water sales, material trading, and is recognized when risks, benefits, and ownership of goods/services are transferred to the buyer. Revenue is recorded at the fair value of the consideration received or receivable on an accrual basis. Advance payments from customers are not recognized as revenue in the current period.

Revenue is recognized when the following five conditions are met:

-> Significant risks and benefits of ownership have been transferred.

-> The company no longer retains control or ownership of the goods.

-> Revenue is measured reliably.

-> Economic benefits are probable.

-> Costs related to the transaction can be determined.

- Service revenue (e.g., consulting services) is recognized when the outcome of the transaction can be reliably estimated. If related to multiple periods, only the completed portion is recognized during the period. Four conditions must be met:

-> Revenue is reliably measurable.

-> Revenue is reliably measurable.

-> The stage of completion can be measured reliably.

-> Costs incurred and expected to complete the service can be reliably measured.

- Construction contract revenue is recognized when it is reliably measurable and approved by the customer.

b. Financial income includes interest from demand deposits, term deposits, and investment activities.

c. Other income.

- Other income includes infrequent items outside normal operations such as: proceeds from asset disposal, asset revaluation gains, penalties received from customers, recovered bad debts, and liabilities with unidentified creditors.

23. Principles for Revenue Deductions Accounting.

- Deductions include trade discounts, returns, and price reductions.

- These are recognized as a reduction of revenue in the period incurred. If deductions relate to previous period sales, they reduce revenue in the period the deductions arise.

24. Principles for Cost of Goods Sold Accounting.

- COGS is matched to the revenue earned during the period.

- Provisions for inventory devaluation are included in COGS based on the difference between net realizable value and original cost of inventory.

25. Principles for Financial Expenses Accounting.

- Financial expenses in the income statement are the total incurred during the period (not netted against financial income), excluding capitalized interest and late payment interest from equitization.

26. Principles for Selling and General & Administrative Expenses Accounting

- Selling and admin expenses include actual expenses such as:

+ Employee expenses, materials, tools, depreciation of fixed assets, external services, and other cash expenses related to sales or business management activities.

+ Admin expenses: Management salaries, office supplies, depreciation of admin fixed assets, taxes and fees, external services, and other cash-related management expenses.

27. Accounting principles for the sale and disposal of fixed assets and investment property

28. Principles and Methods for Current and Deferred Corporate Income Tax Accounting

- Current income tax expense: calculated on taxable income of the period using the current tax rate of 20%.

- Deferred income tax: future income tax liability or asset arising from recognizing current year deferred tax and reversal of previous deferred tax entries.

29. Principles for Accounting of Construction in Progress

- Recognized at original cost including: materials, labor, payable to contractors/suppliers, and directly attributable costs. When the project is completed and qualifies as a fixed asset, it is transferred to fixed assets. Major repairs are expensed or allocated over a maximum of 3 years.

30. Principles and methods for preparing consolidated financial statements

- The consolidated financial statements are prepared based on the financial statements of the Parent Company together with those of its subsidiaries and joint ventures/associates.

- The financial statements of subsidiaries are prepared using accounting policies consistent with those of the Parent Company. In cases where the accounting policies of subsidiaries differ from those of the Parent Company, appropriate adjustments are made to the subsidiaries' financial statements before they are used for consolidation.

- Balances of receivables and payables, revenues, cost of goods sold, and expenses, including unrealized profits or losses arising from intra-group transactions, are eliminated upon consolidation.

V. Applicable policies (in cases where the enterprise does not meet the going concern assumption)

VI. Supplementary information for items presented in the consolidated financial statements

Currency unit: Vietnamese Dong (VND)

1. Cash	**Ending of period balance**	**Balance at the beginning of the year**
- Cash on hand	2,445,806,331	3,882,728,577
- Cash at banks and the State Treasury	6,094,230,539	4,085,410,143
- Cash equivalents	10,000,000,000	40,000,000,000
Total	**18,540,036,870**	**47,968,138,720**

2. Financial Investments	**Ending of period balance**			**Balance at the beginning of the year**		
	Original cost	**Fair value**	**Provision**	**Original cost**	**Fair value**	**Provision**
a. Trading securities						
b. Held-to-maturity investments	20,000,000,000		-	10,000,000,000		
- Time deposits at Tien Phong Bank (6 months)				10,000,000,000		
- Time deposits at Sai Gon - Ha Noi Bank (6 months)	20,000,000,000					
c. Investment in joint ventures and associates (Doinco Vietnam Joint Stock Company)	**86,579,239,844**			**86,359,546,452**		
- Initial investment cost	83,500,000,000			83,500,000,000		
- Profit arising after the investment date	3,079,239,844			2,859,546,452		

3. Trade Receivables	**Ending of period balance**		**Balance at the beginning of the year**	
Trade Receivables from customer	**Carrying amount**	**Provision**	**Carrying amount**	**Provision**
- Clean water payments from the Song Cong and Pho Yen areas	7,619,866,303		6,081,180,130	
- Clean water payments from Thai Nguyen City area	10,552,317,465		8,137,725,035	
- Receivables from clean water product sales	841,238,570		604,899,263	
- Project Management Board for Investment and Construction Projects of Phu Luong District: Water supply project for Son Cam resettlement area, Phu Luong	1,387,605,000		1,387,605,000	

- Dong Cao water supply project – Thai Nguyen Center for Rural Water Supply and Environmental Sanitation	523,737,276		523,737,276	
Nguyen Center for Rural Water Supply and Environmental Sanitation	663,197,197		663,197,197	
- Receivables from Construction and Installation Projects	5,304,263,317		5,591,551,437	
- Dong A Hanoi International Joint Stock Company	2,553,471,944		2,553,471,944	
- Vietnam Bridge and Road Construction Consulting JSC	2,226,459,000		2,226,459,000	
- Receivables from Other Customers	627,471,499		553,852,179	
Total	**32,299,627,571**		**28,323,678,461**	

4. Other Receivables	**Ending of period balance**		**Balance at the beginning of the year**	
	Carrying amount	**Provision**	**Carrying amount**	**Provision**
Short-term				
+ Advances	8,318,458,004		10,813,003,308	
+ Short-term deposits and collaterals	193,083,368		193,083,368	
+ Other receivables	6,017,691,818		5,767,436,726	
Total	**14,529,233,190**		**16,773,523,402**	-

5. Assets Pending Resolution	**Ending of period balance**		**Balance at the beginning of the year**	
	Quantity	**Amount**	**Quantity**	**Amount**
Inventories		14,672,878		14,672,878
Total		**14,672,878**		**14,672,878**

6. Bad debts	Ending of the period			Balance at the beginning of the year		
	Original cost	Recoverable amount	Provision	Original cost	Recoverable amount	Provision
Receivables outstanding for 3 years or more (100%)						
1. Construction and installation activities	**12,207,755,980**	-	**12,207,755,980**	**12,207,755,980**	-	**12,207,755,980**
- Project: Pressure testing connection – Residential area No.6, Thinh Dan ward, Thai Nguyen City	20,121,000	-	20,121,000	20,121,000	-	20,121,000
- Project: Connection and pressure testing – Go Moc 1–2 residential area (Huu Hue Construction and Trading Co., Ltd.)	44,713,000	-	44,713,000	44,713,000	-	44,713,000
- Project: Residential area No.5, Phan Dinh Phung	14,533,000	-	14,533,000	14,533,000	-	14,533,000
- Project: Installation of fire hydrant on Quang Trung street (Project: National Highway 3 bypass, Thai Nguyen City)	84,816,043	-	84,816,043	84,816,043	-	84,816,043
- Management Board of Construction Projects – Hung Son Town	94,207,673	-	94,207,673	94,207,673	-	94,207,673
- Project: Infrastructure construction – Diem Thuy Industrial Park, 180-hectare remaining portion						
+ Management Board of Investment and Construction Projects – Diem Thuy Industrial Park (180ha, remaining portion)	*161,942,532*	-	*161,942,532*	*161,942,532*	-	*161,942,532*
+ Project: Road infrastructure and land leveling for 4.3 hectares – Resettlement and workers' housing in Hang Hamlet, Pho Yen District (Diem Thuy IP – 180ha area)	*82,176,000*	-	*82,176,000*	*82,176,000*	-	*82,176,000*
- Infrastructure construction – Diem Thuy Industrial Park (180ha)	55,809,913	-	55,809,913	55,809,913	-	55,809,913
- Project: Infrastructure construction – Resettlement & workers' housing for Diem Thuy Industrial Park	148,445,270	-	148,445,270	148,445,270	-	148,445,270
- Project revenue: Infrastructure water supply for residential area No.4 – Tan Thinh ward	400,703,707	-	400,703,707	400,703,707	-	400,703,707
- Project: Infrastructure construction – Resettlement area No.1, Tan Long ward	35,983,000	-	35,983,000	35,983,000	-	35,983,000
- Water supply project for Phuc Ha resettlement area	29,161,166	-	29,161,166	29,161,166	-	29,161,166
- Project: Diem Thuy IP 180ha – Package: Adjustment of water supply pipeline (Phase 1)	100,699,000	-	100,699,000	100,699,000	-	100,699,000

6. *Bad debts*	Ending of the period			Balance at the beginning of the year		
	Original cost	**Recoverable amount**	**Provision**	**Original cost**	**Recoverable amount**	**Provision**
- Project: Infrastructure construction – Son Cam Resettlement, Phu Luong District, Thai Nguyen Province – Package: Water supply installation	1,387,605,000	-	1,387,605,000	1,387,605,000	-	1,387,605,000
- Project: Infrastructure construction – Yen Gia I resettlement area, Tan Phu commune, Pho Yen District	12,308,000	-	12,308,000	12,308,000	-	12,308,000
- Project: Pressure testing and connection – DN150 pipeline, Thai Nguyen University area (Capital Construction Consulting JSC)	138,185,000	-	138,185,000	138,185,000	-	138,185,000
- Project: Pressure testing–Student dormitory, Thai Nguyen University	15,309,000	-	15,309,000	15,309,000	-	15,309,000
- Project: Water pipeline relocation – Resettlement area No.5, National Highway 3 Bypass, TN	1,184,000	-	1,184,000	1,184,000	-	1,184,000
- Project: Relocation of pipeline due to site clearance for Project: Road to Zone 3, Quan Trieu	170,641,632	-	170,641,632	170,641,632	-	170,641,632
- Project: Relocation of domestic water pipeline along the North-South road – Ho Xuong Rong Urban Area Project	287,401,618	-	287,401,618	287,401,618	-	287,401,618
- Project: Relocation of domestic water pipeline on National Highway 3 Bypass, Thai Nguyen	169,077,608	-	169,077,608	169,077,608	-	169,077,608
- Project: Relocation of water pipelines within site clearance scope – Phase 1, VB road project	28,448,900	-	28,448,900	28,448,900	-	28,448,900
- Project: Relocation of water pipeline – Thai Nguyen – Cho Moi road investment project	323,550,952	-	323,550,952	323,550,952	-	323,550,952
- Investment project: Ho Xuong Rong Urban Area – Package: Water supply system	320,653,079	-	320,653,079	320,653,079	-	320,653,079
- National Highway 37 renovation project	332,032,013	-	332,032,013	332,032,013	-	332,032,013
- Project: Pipeline relocation due to site clearance for road to HXR residential area, PDP, TPTN	17,453,711	-	17,453,711	17,453,711	-	17,453,711
- Infrastructure construction project – Residential areas No.3 and No.4, Trung Vuong ward	11,418,000	-	11,418,000	11,418,000	-	11,418,000
- Clean water supply project in Dong Cao commune	523,737,276	-	523,737,276	523,737,276	-	523,737,276
- Clean water supply project in Tien Phong commune	663,197,197	-	663,197,197	663,197,197	-	663,197,197

6. Bad debts	Ending of the period			Balance at the beginning of the year		
	Original cost	Recoverable amount	Provision	Original cost	Recoverable amount	Provision
- Project: Water supply for Linh Son commune, Dong Hy District, Thai Nguyen (Rural Water Supply & Sanitation Center, Thai Nguyen)	90,038,708	-	90,038,708	90,038,708	-	90,038,708
- Project: Water supply for Linh Son commune, Dong Hy District, Thai Nguyen (Rural Water Supply & Sanitation Center, Thai Nguyen)	90,671,478	-	90,671,478	90,671,478	-	90,671,478
- Dong A Hanoi International Joint Stock Company	2,085,543,601	-	2,085,543,601	2,085,543,601	-	2,085,543,601
- Thai Kim An Investment and Trading Construction Co., Ltd.	308,089,752	-	308,089,752	308,089,752	-	308,089,752
- Consulting and surveying terrain, preparing feasibility report for Water Supply Project – Dong Hy Industrial Cluster (Watech Construction Consulting JSC)	88,940,200	-	88,940,200	88,940,200	-	88,940,200
- Consulting on stock issuance to increase charter capital (Vietnam Commercial and Industrial Securities JSC)	35,000,000	-	35,000,000	35,000,000	-	35,000,000
- Road surface repair on Quang Trung street (Hoang Nam Construction Investment JSC)	198,400,000	-	198,400,000	198,400,000	-	198,400,000
- Advance payment (50%) for electrical system installation – An Lac Vien Project (Ha Thanh Trading and Installation Co., Ltd.)	408,445,089	-	408,445,089	408,445,089	-	408,445,089
- Consulting and preparing feasibility study – Project to upgrade water treatment technology – Tich Luong Water Plant (Hung Long Construction Consulting Co., Ltd.)	350,000,000	-	350,000,000	350,000,000	-	350,000,000
- Quang Trung Road Upgrade and Renovation Project	467,928,343	-	467,928,343	467,928,343	-	467,928,343
- An Lac Vien Water Supply Project	1,500,000,000	-	1,500,000,000	1,500,000,000	-	1,500,000,000
- An Hai Vegetable Production Water Supply Project (Vietnam Bridge and Road Consulting Joint Stock Company)	726,459,000	-	726,459,000	726,459,000	-	726,459,000
- Other Construction and Installation Projects	182,725,519	-	182,725,519	182,725,519	-	182,725,519

6. Bad debts	Ending of the period			Balance at the beginning of the year		
	Original cost	**Recoverable amount**	**Provision**	**Original cost**	**Recoverable amount**	**Provision**
2. Consulting Activities	**13,159,627**	-	**13,159,627**	**13,159,627**	-	**13,159,627**
- Survey and design of the water supply item – Viet Bac Road Upgrade Project (Phase I)	2,503,414	-	2,503,414	2,503,414	-	2,503,414
- Survey, design, and preparation of investment estimates	10,656,213	-	10,656,213	10,656,213	-	10,656,213
Total	**12,220,915,607**	-	**12,220,915,607**	**12,220,915,607**	-	**12,220,915,607**

7. Inventories	Ending of period balance		Balance at the beginning of the year	
	Cost price	Provision	Cost price	Provision
- Raw materials;	20,252,205,284	(2,034,160,202)	17,382,780,140	(2,034,160,202)
- Tools, instruments;	305,320,453	(89,500,000)	369,034,764	(89,500,000)
- Work in progress;	940,703,832		740,950,184	
- Finished goods.	15,690,567	(911,531)	13,445,747	(911,531)
Total	**21,513,920,136**	**(2,124,571,733)**	**18,506,210,835**	**(2,124,571,733)**

8. Long-term unfinished assets	Ending of period balance		Balance at the beginning of the year	
	Cost price	Recoverable amount	Cost price	Recoverable amount
Construction in-progress				
- Investment and construction	***7,883,619,639***	-	***8,328,022,863***	-
+ Water supply project for Son Cam Phu Luong area (Cost of surveying and verification of survey documents, construction cost estimate)	130,772,727		130,772,727	
+ Project: Consultancy for detailed planning design at a 1/500 scale for the Southern Lake Nui Coc Tourist Area project	458,333,333		458,333,333	
+ Project: Consultancy for the upgrade and expansion of the concrete road leading to the North of Voi Phun Island	1,660,671,297		1,705,329,630	
+ Third-level network project	796,975,019		836,522,510	
+ Project: Installation of a DN110 Water Supply Pipeline on Trang Hoc Road, Phu Luong Commune	269,964,010			
+ Project: Investment in the water supply pipeline within Diem Thuy Industrial Park	194,784,259		174,707,407	
+ Other works, etc	-		31,333,333	
+ Thai Nguyen City Water Supply System Development Project	4,372,118,994		4,991,023,923	
- Major repairs of fixed assets (infrastructure works): relocation of water supply pipelines, etc.	**32,859,696**		**33,577,355**	
Total	7,916,479,335	-	**8,361,600,218**	-

9. Increase, decrease in tangible fixed assets

Item	Buildings	Machinery and equipment	Transportation and transmission means	Management equipment and tools	Other fixed assets	Total
1. Cost of tangible fixed assets						
Balance at the beginning of the year	240,401,875,640	234,576,298,842	623,006,656,030	741,738,636	1,291,634,545	**1,100,018,203,693**
- New purchases		2,444,400,733				2,444,400,733
Automatic Water Resources Monitoring System (Water Supply Enterprise No. 1)		*1,803,293,333*				
Sludge Dewatering Press (Nam NC Water Treatment Plant)		*641,107,400*				
- New construction investments		97,689,612				97,689,612
Construction Project: Installation of HDPE DN40 and DN63 Water Pipelines on Phan Dinh Phung Street		*97,689,612*				*97,689,612*
- Disposal of fixed assets						-
Ending of the period balance	**240,401,875,640**	**237,118,389,187**	**623,006,656,030**	**741,738,636**	**1,291,634,545**	**1,102,560,294,038**
2. Accumulated depreciation						
Balance at the beginning of the year	(103,877,593,673)	(122,259,245,337)	(266,845,245,232)	(677,107,314)	(1,291,634,545)	**(494,950,826,101)**
- Depreciation during the period	(3,702,934,850)	(5,469,690,188)	(12,056,812,936)	(14,204,688)	-	**(21,243,642,662)**
- Disposal of fixed assets						-
Ending of the period balance	**(107,580,528,523)**	**(127,728,935,525)**	**(278,902,058,168)**	**(691,312,002)**	**(1,291,634,545)**	**(516,194,468,763)**
3. Net book value of tangible fixed assets						
Balance at the beginning of the year	136,524,281,967	112,317,053,505	356,161,410,798	64,631,322	-	**605,067,377,592**
Ending of the period balance	**132,821,347,117**	**109,389,453,662**	**344,104,597,862**	**50,426,634**	-	**586,365,825,275**

* Ending carrying amount of tangible fixed assets pledged as collateral for loans:		474,288,911,268 VND
* Cost of fixed assets fully depreciated but still in use:		165,872,785,400 VND
* Cost of fixed assets in good condition, used for production and business operations:	Cost	1,102,560,294,038 VND
	Accumulated depreciation	516,194,468,763 VND
	Net book value	586,365,825,275 VND

* Cost of fixed assets formed from welfare funds:	Cost	1,517,705,801 VND
	Accumulated depreciation	1,278,645,871 VND
	Net book value	239,059,930 VND

10. Increase, decrease in intangible fixed assets

1. Cost of intangible fixed assets	
- Balance at the beginning of the year	1,824,974,325
- Increase during this period	-
- Ending of period balance	1,824,974,325
2. Accumulated depreciation	
- Balance at the beginning of the year	(994,990,385)
- Depreciation during the period	(109,498,398)
- Ending of period balance	(1,104,488,783)
3. Net book value of intangible fixed assets	
- Balance at the beginning of the year	829,983,940
- Ending of period balance	720,485,542

11. Prepaid expenses	Ending of period balance	Balance at the beginning of the
a. Short-term	**78,891,107**	**124,446,954**
- Cost of tools and equipment issued for use	67,616,109	75,726,954
+ Cost of production tools and equipment		
+ Cost of administrative tools and equipment	67,616,109	75,726,954
- Other short-term prepaid expenses	11,274,998	48,720,000
b. Long-term	**10,169,021,535**	**9,833,519,216**
+ Cost of production tools and equipment	129,789,173	198,092,390
+ Cost of administrative tools and equipment	299,384,353	394,633,840
+ Other long-term prepaid expenses	517,637,105	772,628,236
+ Cost of investment in water meters	9,222,210,904	8,468,164,750
Total	**10,247,912,642**	**9,957,966,170**

12. Payable loans	Ending of the period		During this period		Balance at the beginning of the year	
	Amount	Amount likely to be paid	Increase	Decrease	Amount	Amount likely to be paid
a. Short-term payable loans	**35,209,269,277**	**35,209,269,277**	**17,416,137,271**	**17,754,276,429**	**35,547,408,435**	**35,547,408,435**
- Loan from the World Bank (Du Phu Luong Project, Dinh Ca Vo Nhai)	1,179,454,072	1,179,454,072	589,727,036	589,727,036	1,179,454,072	1,179,454,072
- Loan from Vietcombank (Project for rehabilitation of Thai Nguyen City water supply system, solar power project)	422,247,043	422,247,043	-	372,654,750	794,901,793	794,901,793
- Loan from Norad + KfW Bank (Song Cong Town Water Supply Project)	5,252,820,470	5,252,820,470	2,626,410,235	2,626,410,235	5,252,820,470	5,252,820,470
- ADB Loan No. 3251 – Thai Nguyen City Water Supply System Development Project	28,354,747,692	28,354,747,692	14,200,000,000	14,165,484,408	28,320,232,100	28,320,232,100
b. Long-term payable loans	**409,021,188,449**	**409,021,188,449**	**1,295,384,616**	**17,419,891,818**	**425,145,695,651**	**425,145,695,651**
- Loan from the World Bank (Du Phu Luong Project, Dinh Ca Vo Nhai – 17-year term)	3,538,362,231	3,538,362,231		589,727,036	4,128,089,267	4,128,089,267
- Loan from Norad + KfW Bank (Song Cong Town Water Supply Project – 17-year term)	49,901,794,460	49,901,794,460		2,626,410,235	52,528,204,695	52,528,204,695
- Loan from Vietcombank Thai Nguyen (Solar Power Project)	236,336,207	236,336,207			236,336,207	236,336,207
- ADB Loan No. 2961-VIE (Thai Nguyen City Water Supply System Project)	86,293,893	86,293,893		3,754,547	90,048,440	90,048,440
- ADB Loan No. 3251 – Thai Nguyen City Water Supply System Development Project	355,258,401,658	355,258,401,658	1,295,384,616	14,200,000,000	368,163,017,042	368,163,017,042
Total	**444,230,457,726**	**444,230,457,726**	**18,711,521,887**	**35,174,168,247**	**460,693,104,086**	**460,693,104,086**

13. Trade payables	Ending of the period		Balance at the beginning of the year	
	Amount	Amount likely to be paid	Amount	Amount likely to be paid
Short-term trade payables				
- DNP HAWACO Joint Stock Company	448,243,200	448,243,200	798,096,240	798,096,240
- Vietnam Bridge and Road Construction Consulting Joint Stock Company	2,051,760,605	2,051,760,605	829,047,940	829,047,940
- Green Europe Plastic Co., Ltd.	5,908,782,915	5,908,782,915	5,908,782,915	5,908,782,915
- Thai Nguyen One Member Limited Liability Irrigation Exploitation Company (raw water)	4,259,385,941	4,259,385,941	2,276,465,728	2,276,465,728
- Thien Hai Thai Nguyen Co., Ltd.	1,112,249,318	1,112,249,318	1,120,640,918	1,120,640,918
- Song Cong Town Water Supply Project (Owner's counterpart capital portion)	230,199,155	230,199,155	1,482,471,810	1,482,471,810
- Song Cong Town Water Supply Project (State budget portion)	-	-	5,291,302,618	5,291,302,618
- De Nhat Plastic Chemical Co., Ltd. – Hai Duong Branch	1,133,225,401	1,133,225,401	1,133,225,401	1,133,225,401
- Thai Nguyen City Water Supply System Development Project	21,904,416,023	21,904,416,023	37,852,570,738	37,852,570,738
+ Consortium of Vietnam Bridge and Road Construction Consulting JSC - Vietnam Water and Environment Corporation (Package: Construction of new water supply network)	*1,320,837,459*	*1,320,837,459*	*16,600,574,851*	*16,600,574,851*
+ Consortium of Hai Duong Hydraulic Construction JSC - Minh Thong Co., Ltd. - European Pump JSC (Package: Construction of Water Treatment Plant)	*19,419,808,558*	*19,419,808,558*	*20,088,225,881*	*20,088,225,881*
– Partnership of Anycon Project Consulting Co., Ltd. and Watech Consulting JSC	*401,998,007*	*401,998,007*	*401,998,007*	*401,998,007*
+ Payables to other contractors	*761,771,999*	*761,771,999*	*761,771,999*	*761,771,999*
- Payables to other suppliers	18,935,427,387	18,935,427,387	21,881,021,856	21,881,021,856
Total	**55,983,689,945**	**55,983,689,945**	**78,573,626,164**	**78,573,626,164**

14. Dividends and profit payable	Ending of the period	Balance at the beginning of the year
- Dividends distributed to other shareholders	236,691,868	
- Dividends distributed in respect of the State-owned capital	6,560,304,000	
Total	**6,796,995,868**	-

15. Taxes and amounts payable to the State	Beginning of the period	Payable amount during the year	Amount paid during the year	Balance at the beginning of the year
a. Payables	**6,873,746,007**	**8,063,602,178**	**9,258,172,256**	**5,679,175,929**
- Value Added Tax (VAT)	4,677,104	144,244,545	67,839,392	81,082,257
- Corporate Income Tax (CIT)	6,523,909,450	5,049,481,139	6,440,920,211	5,132,470,378
- Personal Income Tax (PIT)	35,288,885	475,100,165	432,959,714	77,429,336
- Resource Tax	91,881,430	563,102,570	554,529,530	100,454,470
- Environmental protection fee for domestic wastewater	217,989,138	1,479,230,259	1,409,479,909	287,739,488
- Other taxes	-	352,443,500	352,443,500	-
b. Receivables	**1,392,001**	-	-	**1,392,001**
- Value Added Tax (VAT)				-
- Non-agricultural land use tax, personal income tax, etc.	1,392,001			1,392,001

16. Payable expenses	Ending of period balance	Balance at the beginning of the year
Short-term payable expenses		
- Natural Disaster Prevention Fund of Thai Nguyen Province	780,333,000	780,333,000
- Song Cong Clean Water Enterprise (Costs of dredging works at the Song Cong and Tich Luong sludge ponds; relocation of Provincial Road DT266; etc.)	384,667,953	384,667,953
- Construction enterprise for water supply projects (Water supply project in Linh Son Commune - Dong Hy District; Water supply project in Tien Phong Commune)	73,479,965	73,479,965
- Project for the construction of DN300 water supply pipeline for Diem Thuy Industrial Zone; Consulting and project verification of the bidding documents for the water supply system of Song Cong II Industrial Zone	569,551,818	591,051,818
- Interest expenses for projects and constructions	2,826,556,937	2,823,047,206
- Other payable expenses	463,564,045	388,564,045
Total	**5,098,153,718**	**5,041,143,987**

17. Other payables	**Số cuối kỳ**	**Số đầu năm**
Short-term payables		
- Excess assets pending resolution	3,326,530	3,326,530
- Union funds	673,663,069	583,495,418
- Social insurance	675,595,660	5,528,286
- Health insurance	118,494,319	-
- Payables for privatization (Dividends, late payment of interest to the State)	16,524,362,362	16,524,362,362
- Unemployment insurance	52,551,504	-
- Drainage service fees	9,726,908,485	12,640,210,460
- Other payables and dues	1,446,706,386	1,439,338,911
Total	**29,221,608,315**	**31,196,261,967**

18. Equity

a. Statement of Changes in Equity

Items	Items under owner's equity				
	Contributed charter capital	Other owner's equity	Retained earnings	Investment and development fund	Total
Opening balance of the last year	160,000,000,000	109,463,185,448	(98,411,939,626)	31,805,757,519	202,857,003,341
- Increase in capital during last year	-	-	-	-	-
- Profit from the last year			18,459,410,243		18,459,410,243
- Other increases				817,199,043	817,199,043
- Other decreases			2,723,996,810		2,723,996,810
Opening balance of the this year	**160,000,000,000**	**109,463,185,448**	**(82,676,526,193)**	**32,622,956,562**	**219,409,615,817**
- Increase in capital during this year	-	-	-	7,743,463,163	7,743,463,163
+ Other owner's equity				-	-
+ Fund allocation		-		7,743,463,163	7,743,463,163
- Profit from this period			17,409,559,986		17,409,559,986
- Other increases					-
- Profit distribution			25,811,543,876		25,811,543,876
Ending of period balance	**160,000,000,000**	**109,463,185,448**	**(91,078,510,083)**	**40,366,419,725**	**218,751,095,090**

b. Details of Contributed capital	Ending of period	Balance at the beginning of the year
- Charter capital	160,000,000,000	160,000,000,000
+ State capital (42.27%)	*67,632,000,000*	*67,632,000,000*
+ Dong A International Group Joint Stock Company (41%)	*65,600,000,000*	*65,600,000,000*
+ VBIC Vietnam Joint Stock Company (4,97%)	*7,951,000,000*	*7,951,000,000*
+ Other shareholders (11,76%)	*18,817,000,000*	*18,817,000,000*
- Other capital of the owners (assets transferred from the water supply enterprises of the districts, budget capital allocated for project implementation)	109,463,185,448	109,463,185,448
- Development investment fund	40,366,419,725	32,622,956,562
- Retained earnings	(91,078,510,083)	(82,676,526,193)
Total	**218,751,095,090**	**219,409,615,817**

c. Capital transactions with shareholders and dividend distribution, profit allocation	This year	Last year
- Owner's investment capital	160,000,000,000	160,000,000,000
- Dividends paid	15,520,000,000	-
Trong đó: + Dividends distributed in respect of the State-owned capital	*6,560,304,000*	-
+ Dividends distributed to the strategic investor (Dong A International Group Joi	*6,363,200,000*	-
+ Dividends distributed to VBIC Vietnam Joint Stock Company	*771,247,000*	-
+ Dividends distributed to other shareholders	*1,825,249,000*	-

d. Share	Ending of period	Balance at the beginning of the year
- Number of shares outstanding	16,000,000	16,000,000

+ Common shares	16,000,000	16,000,000
- Par value of outstanding shares	10,000	10,000
d. Dividends	**This year**	**Last year**
- Dividends declared after the reporting period (%)	9.70	
e. Reasons for increases/decreases in items of the company's equity	**Ending of period**	**Balance at the beginning of the year**
- Development investment fund	40,366,419,725	32,622,956,562
- Other funds:	3,921,842,705	1,865,076,942
+ *Reward fund*	*1,204,184,856*	*693,455,540*
+ *Welfare fund*	*2,478,597,919*	*923,457,522*
- *Welfare fund formed fixed assets*	*239,059,930*	*248,163,880*
g. Income and expenses, profit or loss recognized directly in owner's equity according to specific accounting standards		

19. Foreign exchange differences	**This year**	**Last year**
- Exchange differences arising from the translation of financial statements prepared in a foreign currency into VND;	-	-
- Exchange differences arising from other causes (specify the reasons).	-	-

20. Items outside the consolidated financial statements

The receivable from the water supply debt of Gia Sang Steel Rolling Joint Stock Company, amounting to 34,145,675 VND, has been written off due to the company's bankruptcy.

VII. Supplementary information for items presented in the income statement

1. Revenue from sales and services (No 01)	**Q2 2026**	**Q2 2025**
- Revenue from sales		
+ Tuc Duyen, Tich Luong, Nam Nui Coc, Song Cong Enterprise	59,975,318,540	57,029,598,740
+ Trai Cau Enterprise	105,749,920	108,044,400
+ Dai Tu Enterprise	735,964,000	879,626,800
+ Vo Nhai Enterprise	391,294,000	415,417,040
+ Phu Luong Enterprise	159,890,640	160,242,240
+ Diem Thuy Enterprise	505,732,660	486,345,260
+ Thinh Duc Enterprise	275,362,440	396,846,620
+ Materials	8,450,000	11,050,000
+ Pure water	415,236,260	363,071,518
+ Others	45,594,127	49,135,650
- Revenue from Construction contract	3,051,463,953	4,664,997,265
Total	**65,670,056,540**	**64,564,375,533**
2. Revenue deductions (No 02)	**Q2 2026**	**Q2 2025**
3. Cost of goods sold and services rendered (No 11)	**Q2 2026**	**Q2 2025**
- Cost of goods sold	33,483,745,653	31,507,276,021
- Cost of construction activities	2,346,631,651	3,775,341,891
Total	**35,830,377,304**	**35,282,617,912**
4. Gain/loss from the sale or disposal of investment property (No 21)	**Q2 2026**	**Q2 2025**
5. Financial activities income (No 22)	**Q2 2026**	**Q2 2025**
- Interest on deposits and loans	150,721,330	161,505,565
Total	**150,721,330**	**161,505,565**

6. Financial activities expenses (No 23)	**Q2 2026**	**Q2 2025**
- Interest expense	4,939,480,060	9,031,287,008
- Foreign exchange loss	1,295,384,616	8,251,165,165
Total	**6,234,864,676**	**17,282,452,173**
7. Other income (No 31)	**Q2 2026**	**Q2 2025**
- Other income	226	1,119
Total	**226**	**1,119**
8. Other expenses (No 32)	**Q2 2026**	**Q2 2025**
- Other expenses.	885,829	186,251,565
Total	**885,829**	**186,251,565**
9. Selling and General and administrative expenses (No 24, 25)	**Q2 2026**	**Q2 2025**
a. General and administrative expenses incurred during the period (No 25)	**5,836,884,310**	**6,358,069,006**
- Salaries and wages of administrative staff	4,160,641,620	4,448,951,890
- Taxes and other statutory fees	38,564,026	317,761,393
- Administrative expenses	567,438,410	397,020,000
- Other general and administrative expenses	1,070,240,254	1,194,335,723
b. Selling expenses incurred during the period (No 24)	**5,938,987,678**	**5,014,913,977**
- Salary expenses	3,958,020,259	3,300,457,068
- Outsourced service expenses (Installation and removal of meters; Inspection and maintenance of clean water meters)	1,711,544,630	1,285,634,070
- Other cash expenses	269,422,789	428,822,839
10. Operating expenses based on business performance	**Q2 2026**	**Q2 2025**
- Material costs	10,734,187,107	10,684,609,666
- Labor costs	20,962,597,711	20,524,893,625

- Depreciation costs	10,670,852,520	10,605,963,045
- Costs of services purchased from external providers	166,448,249	111,333,709
- Other cash expenses	6,188,818,311	10,451,125,072
Total	**48,722,903,898**	**52,377,925,117**
11. Business income tax charge (No 51, 52)	**Q2 2026**	**Q2 2025**
a. Current business income tax charge (No 51)		
* Tax rate: 20%		
- Profit before tax	11,906,956,832	574,933,115
In which: - Profit before tax of the joint-stock sector	*13,347,185,609*	*7,369,668,668*
- Profit before tax of the communes and wards sector	*(1,440,228,777)*	*(1,724,233,514)*
- Non-deductible expenses for corporate income tax purposes (Parent Company)	-	182,795,276
- Adjustment of income from the communes/wards sector assigned by the State for the Company to manage	1,440,228,777	1,724,233,514
- Tax rate (Parent Company)	20%	20%
Business income tax payable at the end of the period	2,669,437,122	496,392,381
* Tax rate 17% - Thai Nguyen Clean Water Construction Co., Ltd		
- Profit before tax	*81,679,656*	*24,937,082*
- Non-deductible expenses for corporate income tax purposes	885,529	3,456,289
Business income tax payable at the end of the period	13,885,542	5,678,674
Total corporate income tax for the whole company	**2,683,322,664**	**502,071,055**
b. Deferred income tax expense (No 52)		

VIII	Supplementary information for items presented in the statement of cash flows	Year-to-date as of the end of Q2 this year	Year-to-date as of the end of Q2 last year
1	***Actual proceeds from borrowings during the period***	-	-
2	***Principal repayments made during the period***	***17,758,030,976***	***17,928,940,639***
	- Bac Kan – Thai Nguyen Regional Development Bank (WB Loan)	589,727,036	589,727,036
	- Loan from Norad and KfW Bank (Song Cong Project)	2,626,410,235	2,626,410,235
	- Bac Kan – Thai Nguyen Regional Development Bank (ADB Loan)	14,169,238,955	14,015,139,503
	- Vietcombank (Investment in a 140.76kWp Grid-connected Solar Power System for Song Cong Water Plant and Investment for the Rehabilitation of the Water Supply System in Thai Nguyen City)	372,654,750	697,663,865

Approved on July 18, 2026

Preparer	Chief Accountant	General Director
Nguyen Thi Thanh Minh	Nguyen Minh Phuong	Nguyen Xuan Hoc

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