

**DONG THAP WATER SUPPLY &
URBAN ENVIRONMENT
JOINT – STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence – Liberty - Happiness

No. 648/CN&MTĐT

Dong Thap, 20 July 2026

Re: Explanation of the Difference in
Profit after income tax for Quarter 2
of 2026 compared to the same period
last year

To:

- The State Securities Commission;
- Ha Noi Stock Exchange (HNX).

Pursuant to Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance guiding the disclosure of information on the securities market and Circular No. 68/2024/TT-BTC dated 18 September 2024 of the Ministry of Finance on amendments and supplements to a number of articles of Circular No. 96/2020/TT-BTC dated 16 November 2020;

Pursuant to Official Dispatch No. 1638/SGDHN-QLNY dated 26 June 2026 of the Hanoi Stock Exchange guiding periodic information disclosure.

Dong Thap Water Supply and Urban Environment Joint Stock Company (DOWASEN) hereby provides an explanation regarding the Profit after tax in the Separate Financial Statements for Quarter 2 of 2026, which fluctuated by 10% or more compared to the same period in 2025, as follows:

1. Profit on the Financial Statements for the Quarter 2 of 2026

- Profits after income tax for the Quarter 2 of 2026 is VND 20.95 billion.
- Profits after income tax for the Quarter 2 of 2025 is VND 18.05 billion.

The variance represented an increase of VND 2.9 billion (equivalent to a growth rate of over 10%).

2. Revenue

Total revenue for the Quarter increased by **VND 15.09 billion⁽¹⁾**, equivalent to an increase of **12.08%** compared to the same period last year. The primary driver was clean water revenue, which rose by **VND 14.8 billion⁽²⁾**, corresponding to a growth rate of **16.8%** compared with the same period of the previous year, for the following reasons:

- Application of the increase in the clean water price from 18 September 2025 under Decision No. 795/QĐ-UBND of the People's Committee of Dong Thap

⁽¹⁾ = VND 140,102,952,010 (Quarter 2 of 2026) – VND 125,007,962,127 (Quarter 2 of 2025)

⁽²⁾ = VND 102,920,926,289 (Quarter 2 of 2026) – VND 88,057,863,215 (Quarter 2 of 2025)

Province³, raising the average selling price by approximately 6% compared with the average selling price of Quarter 2 of 2025.

- In addition, from 1 January 2026, the implementation of Decree No. 346/2025/NĐ-CP⁴ and Decision No. 525/QĐ-UBND⁽⁵⁾ resulted in other income from the collection, on behalf of the State, of the environmental protection fee for domestic wastewater increasing by more than VND 0.18 billion compared with Quarter 2 of 2025.

3. Expenses

Total expenses for the quarter *increased* by **VND 12.02 billion⁽⁶⁾**, corresponding to a growth rate of **11.49%** compared with the same period of the previous year, which was lower than the growth rate of total revenue. Of this, cost of goods sold increased by 8.5%; selling expenses increased by 31.52%; administrative expenses and financial expenses increased by 17.71% and 6.5% respectively compared with the same period, while other expenses decreased compared with the same period. The concurrent increase in the above expenses was mainly due to the impact of the conflict in the Middle East, which drove up fuel prices and consequently increased the prices of certain materials and supplies used in the water supply sector.

However, as the value and growth rate of total revenue were higher than the value and growth rate of total expenses, profit before tax for Quarter 2/2026 *increased* by **VND 3.07 billion**, corresponding to a growth rate of **15.07%**, and accordingly after-tax profit increased by more than 10% compared with the same period of the previous year.

We hereby commit that the above explanations are fully accurate and take legal responsibility for the content of this disclosure.

Sincerely./.

Recipient:

- Ditto;
- Member of the Board of Directors;
- Head of the Control Board;
- Deputy Director;
- Archive: Office, Finance Dept(KhoaDT).

CHIEF EXECUTIVE OFFICER



Dinh Cong Phu

⁽³⁾ Decision No. 795/QĐ-UBND dated 18 September 2025 of the People's Committee of Đồng Tháp Province promulgating the domestic clean water price applicable to water supplied by Dong Thap Water Supply and Urban Environment Joint Stock Company within Dong Thap Province.

⁽⁴⁾ Decree No. 346/2025/NĐ-CP dated 29 December 2025 of the Government providing for the environmental protection fee for wastewater, effective from 1 January 2026.

⁽⁵⁾ Decision No. 525/QĐ-UBND dated 23 February 2026 of the People's Committee of Dong Thap Province promulgating the list of grade-II and grade-III urban areas and wards satisfying the level of urban development for administrative units within Dong Thap Province.

⁽⁶⁾ = VND 116,669,466,708 (Quarter 2 of 2026) – VND 104,643,410,719 (Quarter 2 of 2025)