**NS2: Annual General Mandate 2020**

On 29 Jun 2020, Hanoi Water Supply Number 2 Joint Stock Company announced the annual General Mandate 2020 as follows:

Article 1: Approve the results of election for the Board of Directors and the Supervisory Board for the term of 2020-2025

1. List of members of the Board of Directors for the 2020-2025 term:

- Mr. Duong Quoc Tuan

- Mr. Ta Ky Hung

- Ms. Tran Thi Phuong Thao

- Mr. Ngo Van Duc

- Mr. Le Van Thinh

The Board of Directors for the term of 2020 - 2025 reported at the annual General Meeting of Shareholders about election of Mr. Duong Quoc Tuan to hold the position of Chairman of the Board of Directors of the Company, Mr. Ta Ky Hung to hold the position of Director and legal representative of the Company

2. List of members of the Supervisory Board for the term of 2020-2025:

- Ms. Tran Thi Ngoc Bich

- Mr. Quach Manh Cuong

- Ms. Dang Thu Hai

The Supervisory Board for the term of 2020 - 2025 reported before the annual General Meeting of Shareholders about election of Ba Tran Thi Ngoc Bich to hold the position of Head of Supervisory Board

Article 2: Adopting the Charter on organization and operation of Hanoi Water Supply Number 2 Joint Stock Company and the Internal Regulation on Administration of Hanoi Water Supply Number 2 Joint Stock Company

Article 3: Approve the operation Report of the Board of Directors for the term of 2015-2020 and operational direction for the term of 2020-2025

Article 4: Approve the Supervisory Board's Report on the operational and financial situation of the Company in 2019, summarizing the term of 2015-2020

Article 5: Approve the Report on production and business results for the period of 2015-2019, the production and business plan for the period of 2020-2025

Article 6: Approve the production and business results in 2019 and audited financial statement of 2019

Article 7: Approving the operation plan for 2020

7.1 Approve the production and business plan in 2020 with the following contents:

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| No | Indicator | Unit | Realization 2019 | Plan 2020 | Growth |
| 1 | Output, structure of input water supply |  |  |  |  |
|  | Self-produced water volume | m3 | 14,191,582 | 13,735,765 | -3.22% |
|  | Water purchased | m3 | 33,115,045 | 35,855,650 | 8.28% |
|  | Total amount of water supplied to the network | m3 | 47,306,627 | 49,591,415 | 4.82%  |
|  | Cash production volume | m3 | 42,942,313 | 45,201,520 | 5.26% |
| 2 | Water revenue (including taxes, fees ...) | VND | 444,455,710,417 | 469,207,080,115 | 5.56% |
| 3 | Total net revenue (excluding taxes, fees ...)  | VND | 446,112,764,468 | 449,390,503,427 | 0.73% |
| 3.1 | Water production business revenue | VND | 393,819,109,958 | 414,915,957,972 | 5.35% |
| 3.2 | Construction and design revenue… | VND | 52,293,654,510 | 34,474,545,455 | -34.07% |
| 4 | Total expense | VND | 429,781,331,314 | 432,761,873,303 | 0.69% |
|  | Cost of production, water supply | VND | 404,215,820,243 | 405,057,134,115 | 0.20% |
|  | Cost of construction and design activities | VND | 24,544,506,589 | 26,704,739,188 | 8.80% |
|  | Other expense | VND | 1,021,004,482 | 1,000,000 000 | -2.06% |
| 5 | Profit before tax | VND | 16,331,433,154 | 16,628,630,123 | 1.81% |
| 6 | After-tax profit  | VND | 12,988,342,078 | 13,302,904 982 | 2.42% |
| 7 | Earnings per share  | VND | 114.33 | 117.10 | 2.42% |
|  | - Not extracting to funds | VND | 228.66 | 234.20 | 2.42% |
|  | - Extracting to funds | VND | 114.33 | 117.10 | 2.42% |

7.2 Plan on investment in construction, purchase of assets, consolidation of facilities in 2020

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| No | Indicator | Unit | Plan for 2020 | Note |
| I | Investment in construction of water supply works | VND million | 181,555 |  |
| 1 | Transition project | VND million | 122,010 |  |
| 2 | New project 2020 | VND million | 59,545 |  |
| II | Purchasing assets, machines and equipment | VND million | 2,000 |  |
| III | Improving, repairing and strengthening facilities | VND million | 1,705 |  |
|  | Total | VND million | 185,260 |  |

Article 8: Approval of 2019 profit distribution plan and profit distribution plan for 2020

8.1 Approve in the 2019 profit distribution project:

|  |  |  |  |
| --- | --- | --- | --- |
| No | Content | Unit | Amount |
| 1 | Total revenue | VND | 446,112,764,468 |
| 2 | Total expense | VND | 429,781,331,314 |
| 3 | Profit before tax  | VND | 16,331,433,154 |
| 4 | Corporate income tax  | VND | 3,343,091,076 |
| 5 | After-tax profit  | VND | 12,988,342,078 |
| 6 | Extraction to funds | VND |  |
|  | Investment and Development Fund  | VND |  |
|  | Welfare and Reward Fund  | VND | 6,513,142,078 |
| 7 | Dividend payment (1.14% of charter capital) | VND | 6,475,200,000 |
| 8 | Undistributed remaining profit | VND | 0 |

8.2 Approve the plan on profit distribution 2020

|  |  |  |  |
| --- | --- | --- | --- |
| No | Content | Unit | Amount |
| 1 | Undistributed after-tax profit  | VND | 13,302,904,000 |
|  | After-tax profit of this year | VND | 13,302,904,000 |
|  | After-tax profit of previous year | VND | 0 |
| 2 | Extraction to funds | VND | 6,657,304,000 |
|  | Investment and Development Fund  | VND | 0 |
|  | Welfare and Reward Fund  | VND | 6,657,304,000 |
| 3 | Dividend payment (1.17% of charter capital) | VND | 6,645,600,000 |
| 4 | Undistributed remaining profit | VND | 0 |

Article 9: Approving the authorization for the Board of Directors to decide selection of an independent auditing company to audit the financial statement of 2020 of Hanoi Water Supply Number 2 Joint Stock Company on the principle of service quality assurance and competitive price

Article 10: Approving the remuneration for the Board of Directors and the Supervisory Board in 2020 as follows:

- Board of Directors

+ Chairman of the Board of Directors: VND 7,200,000/person/month

+ Member of the Board of Directors: VND 5,400,000/person/month

- Supervisory Board

+ Member of Supervisory Board: VND 2,700,000/person/month

- Remuneration payment method for members of the Board of Directors and Supervisory Board: quarterly advance of 80% and finalized at the end of the financial year

Article 11: Implementation provisions

This annual General Mandate was approved by the annual General Meeting of Shareholders. This annual General Mandate takes effect on June 29, 2020

Members of the Board of Directors, the Supervisory Board, the Management Board are responsible for implementing it.