

**DAKLAK WATER SUPPLY JOINT
STOCK COMPANY**

No.: 76/BC-DWC

SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

Dak Lak, April 08, 2025.

ANNUAL REPORT
DAKLAK WATER SUPPLY JOINT STOCK COMPANY
2024

I. General Information

1. General information

- Trading name: DAKLAK WATER SUPPLY JOINT STOCK COMPANY
- Business Registration Certificate No.: 6000175995, first registration on April 28, 2006; 7th amendment on February 7, 2023.
- Charter capital: VND 315,200,000,000 VND (*Three hundred fifteen billion two hundred million Vietnamese dong*s)
- Owner's capital:
- Address: 339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province.
- Telephone: 0262.3852.619
- Website: Dakwako.com.vn
- Securities code: DWC
- Establishment and development process :

Summary of the establishment and development process of the Company:

Time	Typical event
1964	Dak Lak Water Supply Plant (formerly part of the National Water Authority) was established in 1964 with a capacity of 4,000 m ³ /day and night, which is the predecessor of the current Daklak Water Supply Joint Stock Company.
1975	After the complete liberation of South Vietnam, the company was reestablished by the new government under the name of Buon Ma Thuot Township Water Plant, with the function of producing and supplying tap water to the center of Buon Ma Thuot Township at a production capacity of 5,000 m ³ /day.
1985	Following the policy of transitioning from a centralized planned economy, the Water Plant was renamed Dak Lak Water Supply Enterprise (a provincial-level enterprise) by the People's Committee of Dak Lak Province, tasked with producing and supplying tap water across Buon Ma Thuot Township with a capacity of 7,000 m ³ /day and night.
1993-1996	As the enterprise expanded and took on additional drainage functions, it was renamed Dak Lak Water Supply and Drainage Company under Decision No. 124/QD-UB dated March 3, 1993, issued by the People's Committee of Dak Lak Province.
2006	Later, Dak Lak Water Supply and Drainage Company was restructured into Dak Lak Water Supply and Construction Investment One Member Limited Company under Decision No. 98/QD-UB dated January 12, 2006, issued by the People's Committee of Dak Lak Province.
2019	On June 27, 2019, Dak Lak Water Supply and Construction Investment One Member Limited Company officially transformed into Daklak Water Supply Joint

Time	Typical event
	Stock Company.

2. Business lines and locations of the business:

- Business lines: The company primarily operates in the field of water extraction, treatment, and supply, mainly producing and providing water for domestic use and industrial production within Dak Lak Province.

-Business location: In addition to its head office in Buon Ma Thuot City, the company has 7 water supply branches distributed across the following districts: Buon Ho, Krong Pak, Ea Kar, Cu M'gar, Ea Sup, Buon Don, and Krong Nang.

3. Information about governance model, business organization and managerial apparatus

a. Governance model: According to the Charter of Organization and Operation of Daklak Water Supply Joint Stock Company, the company's management, governance, and control apparatus includes:

- General Meeting of Shareholders
- Board of Directors
- Board of Supervisors
- General Director

b. Management structure: General Director (overall responsibility), 03 Deputy General Directors assigned to be in charge of departments, branches and affiliated plants under the Company.

c. Subsidiaries, associated companies: None

4. Development orientations

a. Main objectives of the Company.

- Supply stable, high-quality, and safe water, meeting the domestic, industrial, commercial, and service demands of customers in the managed area. Maintain 100% coverage of clean water access for households.

- Strive to achieve water supply output, revenue, profit, and dividend payout ratio as per set indicators. Preserve and efficiently utilize capital, ensuring sound financial operations.

- Organize and manage labor, develop professional and modern human resources, and promote the application of science and technology in production, management, operations, and e-commerce.

- Build Daklak Water Supply Joint Stock Company into a sustainable enterprise, committed to environmental protection, social responsibility, and state obligations, while balancing the interests of shareholders, partners, customers, employees, and the community.

b. Development strategies in medium and long term.

- Develop and expand the water supply network to bring clean water to areas without access to clean domestic water;

- Invest in modern technology in water production and business to enhance operational efficiency;

- In addition to providing clean domestic water, the Company has invested in a bottled/jarred water production and business project for the market to generate additional revenue and create jobs for workers.

c. Corporate objectives with regard to Corporate environment, society and community Sustainability

- Strictly comply with legal regulations in production and business operations and fulfill tax obligations to the State;

- Collaborate with local authorities and communities in investing in and constructing clean water supply systems for suburban and rural areas;

- Ensure a balance of interests among the Enterprise, employees, and Company shareholders;

5. Risks:

The year 2024 continues to be challenging for the national economy in recovering production and business after the Covid pandemic. Daklak Water Supply Joint Stock Company strives to maintain all production and business activities at their best to ensure timely and continuous water supply for residents in Buon Ma Thuot City and its seven district branches across the province. Daklak Water

Supply Joint Stock Company takes pride in being an enterprise that actively contributes and leads in social welfare activities in Dak Lak Province.

II. Operations in the Year:

1. Situation of production and business operations

a. Results of business operations in 2024:

Key production and business indicators, including total revenue, manufactured water, and metered water, have basically met the set indicators.

b. Implementation situation/actual progress against the plan:

Key business indicators in 2024:

No.	Indicator	Unit	Implementation in 2024	Plan In 2024	% of implementation/plan
1	Revenue	Billion VND	293.13	284.36	103.1
2	Manufactured water	Million m ³	24.38	24.97	97.63
3	Metered water	Million m ³	20.66	20.87	99.0
4	Water loss rate	%	15.24	16.42	107
5	Customer development	Household	4,948	4,657	106.2
6	Profit before tax	Billion VND	56.87	11.32	502.4
7	Accumulated losses	Billion VND		7.84	

The 2024 profit exceeded the plan due to minimal fluctuations in the USD/VND exchange rate and the Company's implementation of synchronized cost-reduction measures in operations.

c. Implementation situation over the previous year:

No.	Indicator	Unit	Implementation in 2023	Implementation in 2024	% Implementation in 2024/2023
1	Total revenue and other income	Billion VND	228.69	293.13	128.18%
1.1	Net sales revenue	Billion VND	227.94	287.65	126.20%
1.2	Financial income	Billion VND	0.28	0.28	100.00%
1.3	Other income	Billion VND	0.47	5.20	1106.38%
2	Total expenses	Billion VND	213.55	236.26	110.63%
3	Total pre-tax profit	Billion VND	15.14	56.87	375.65%
4	Other indicators				
4.1	Total amount payable to the budget	Billion VND	24.25	35.25	145.36%
4.2	Pre-tax profit/Owner's equity (%)	%	4.86	15.68	322.63%
4.3	Total liabilities/Owner's equity (%)	%	147.14	121.95	82.88%

2. Organization and Human resource

a. List of the Board of Management:

No.	Member Board of Management	Date of Birth	Professional Qualification	Date of Appointment/ Dismissal	Share ownership ratio with voting rights
1	Mr. Nguyen Khac Dan – General Director	August 10, 1964	Bachelor of Water Supply and Sewerage	June 24, 2019	0.02%
2	Mr. Nguyen Cong Dinh – Deputy General Director	March 21, 1971	Bachelor of Laws	July 26, 2019	0.02%
3	Mr. Nguyen Hung – Deputy General Director	February 16, 1978	Bachelor of Business Administration	June 24, 2019	0.02%
4	Ms. Hoang Thi Thu Ha – Deputy General Director	August 23, 1987	Master's Degree in Economics	January 6, 2022	0%
5	Ms. Nguyen Thi Thuy Hang – Chief Accountant	October 2, 1990	Bachelor of Accounting	June 19, 2023	0%

b. Changes in the Board of Management

c. Number of officers and employees Summary of policies and changes in policies for employees.

As of December 31, 2024, the total number of employees is 307, including: 57 female employees; 110 employees with graduate and postgraduate degrees, accounting for 35.85%; 65 college and vocational diploma holders, accounting for 21.17%; 132 technical workers, accounting for 43%.

The company always fully implements policies and benefits for the employees such as salary, bonus, social insurance, health insurance, unemployment insurance, body insurance, mid-shift meals, uniforms, periodic health examinations, sick visits,...and other activities to take care of material and spiritual life.

3. Investment activities, project implementation

a. Major investments: None

b. Subsidiaries, associated companies: None

4. Financial situation

a) Financial situation

No.	Indicator	Unit	2023	2024	% (+/-)	Notes
1	Total asset	Billion VND	770.40	804.97	4.49%	
2	Owner's equity	Billion VND	311.72	362.69	16.35%	
3	Net revenue	Billion	227.94	287.65	26.20%	

		VND				
4	Profit from business activities	Billion VND	14.67	51.7	252.42%	
5	Other profits	Billion VND	0.47	5.16	997.87%	
6	Before tax profit	Billion VND	15.14	56.87	275.63%	
7	After tax profit	Billion VND	15.14	50.96	236.59%	

b) Major financial indicators:

Indicator	Unit	2023	2024	Notes
1. Solvency ratio				
+ Current ratio:	Time	1.73	2.65	
Short term Asset/Short term debt				
+ Quick ratio:	Time	1.51	2.37	
(Short term Asset - Inventories)/Short term debt				
2. Capital structure ratio				
+ Debt/Total assets ratio	%	59%	55%	
+ Debt/Owner's Equity ratio	%	147%	122%	
3. Operation capability ratio				
+ Inventory turnover:	Turnover	4.81	4.95	
Cost of goods sold/Average inventory				
+ Net revenue/ Average Total Assets	Turnover	0.27	0.36	
4. Profitability				
+ Profit after tax/ Net revenue Ratio	%	6.64	17.72	
+ Profit after tax/ total capital Ratio	%	4.93	15.21	
+ Profit after tax/ Total assets ratio	%	1.81	6.37	
+ Profit from business activities/ Net revenue ratio	%	6.43	17.97	

5. Shareholders structure, change in the owner's equity.

a) Shares:

- Securities name: Shares of Daklak Water Supply Joint Stock Company
- Type of securities: Ordinary shares
- Face value: VND 10,000
- Securities code: DWC
- Total registered trading volume: 31,520,000 shares
- Total registered trading value: VND 315,200,000,000

- Number of securities restricted from transfer under legal regulations or regulations of the Transaction Registration Organization: 984,100 shares, being additional shares sold to employees and officers based on their committed years of service.

b) Shareholders structure:

- *List of shareholders holding 5% or more of the Company's share capital as of December 31, 2024*

No.	Shareholder	Address	Number of shares	Ratio
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1	People's Committee of Dak Lak Province	No. 09 Le Duan Street, Tu An Ward, Buon Ma Thuot City, Dak Lak Province	11,347,200	36.00%
2	Do Hoang Phuc	No. 12, Trinh Tu Road, Ninh Khanh Ward, Ninh Binh City	5,000,000	15.86%
3	Pham Thi Linh	No. 12, Trinh Tu Road, Ninh Khanh Ward, Ninh Binh City	7,818,100	24.80%
4	Do Hoang Phuong	No. 12, Trinh Tu Road, Ninh Khanh Ward, Ninh Binh City	5,835,200	18.51%
Total			30,000,500	95.18 %

- List of founding shareholders and percentage of shares held:

Pursuant to the provisions of Clause 1, Article 120 of Law on Enterprises 2020, a joint-stock company converted from a state-owned enterprise is not required to have founding shareholders. Accordingly, at the time of conversion to a joint-stock company model, the Company did not register any founding shareholders.

- The shareholder structure of the Company as of December 31, 2024 is as follows:

No.	Shareholder	Number of Shareholders	Number of shares owned	Ratio
1	Domestic shareholder	394	31,518,900	100%
1.1	Organization	1	11,347,200	36%
1.2	Individual	393	20,171,600	63.96%
2	Foreign shareholder	4	1,200	0.04 %
	Total	398	31,520,000	100%

c) Change in the owner's equity: None

d) Transaction of treasury stocks: None

e) Other securities: None

6. Environment-Social-Governance (ESG) Report of the Company

6.1. Impact on the environment:

Total direct and indirect GHG emission: None

Measures and initiatives to reduce GHG emission: None

6.2. Management of raw materials:

a) The total amount of raw materials used to produce clean water in 2023:

No.	Name of materials	Unit	Total quantity
1	Liquid chlorine	Kg	17,635
2	Poly Aluminum Chloride	Kg	59,580
3	Alum	Kg	14,465
4	Salt for Javel production	Kg	16,409
5	Citric acid	Kg	249.5

b) The percentage of materials recycled to produce products and services of the organization:
None.

6.3. Energy consumption:

a) Energy consumption - directly and indirectly

Unit: KW

No.	Branch	Electricityconsumption
1	Buon Ma Thuot	7,239,748
2	Krong Pak	204,995
3	Buon Ho	1,722,058
4	Cu M'gar	233,980
5	Ea Kar	98,484
6	Ea Sup	230,772
7	Buon Don	84,509
8	Krong Nang	49,490
	Total	9,864,036

b) Energy savings through initiatives of efficiently using energy.

c) The report on energy saving initiatives (providing products and services to save energy or use renewable energy); report on the results of these initiatives.

6.4. Water consumption (water consumption of business activities in the year)

a) Water supply and amount of water used.

No.	Water production branch	Water source	Production output (m ³)	Consumption output (m ³)
1	Buon Ma Thuot	Surface water and groundwater	19,487,994	16,483,340
2	Krong Pak	Groundwater	978,951	834,628
3	Buon Ho	Surface water and groundwater	2,413,967	2,035,636
4	Cu M'gar	Groundwater	470,731	415,482
5	Ea Kar	Surface water	177,498	159,468
6	Ea Sup	Surface water	712,269	605,060
7	Buon Don	Surface water	85,339	77,915
8	Krong Nang	Surface water	54,258	53,438
	Total		23,633,772	20,664,967

b) Percentage and total volume of water recycled and reused: None

6.5. Compliance with the law on environmental protection

a) Number of times the company is fined for failing to comply with laws and regulations on environment: None

b) The total amount to be fined for failing to comply with laws and regulations on the environment: None

6.6. Policies related to employees

a) Number of employees, average wages of workers

As of December 31, 2024, the total number of employees is 307, including: 57 female employees; 110 employees with graduate and postgraduate degrees, accounting for 35.85%; 65 college and vocational diploma holders, accounting for 21.17%; 132 technical workers, accounting for 43%.

b) Labor policies to ensure health, safety and welfare of workers

- The company continues to maintain stable jobs for employees with an average income of VND 10,932,551/person/month.

- Effective healthcare management: Organized periodic health check-ups for employees with a total cost of VND 135,706,000.

- Implementation of insurance policies for employees: The Company has fully and promptly paid the policies of social insurance, health insurance, unemployment insurance for employees. Specific activities include:

- | | |
|---------------------------|----------------------|
| ○ Social insurance: | ○ VND 5,991,920,822. |
| ○ Health insurance: | ○ VND 1,060,376,549. |
| ○ Unemployment insurance: | ○ VND 470,266,491. |

- Uniforms and protective equipment: In 2023, the Company allocated VND 75,140,604 for uniforms and protective equipment .

6.7. Report on responsibility for local community

The company participated in contributions, support, and gift-giving to local villages during holidays and Tet...

The allocated amount for the 2024 natural disaster prevention fund was: VND 124,290,000 (*In words: One hundred twenty-four million, two hundred ninety thousand Vietnam Dongs*).

6.8. Report on green capital market activities under the guidance of the SSC.

III. Report and evaluation of the Board of General Directors

1. Assessment of operating results

Adhering to the directions approved by the General Meeting of Shareholders (GMS), the Board of General Directors analyzed influencing factors, forecasted potential impacts, and accordingly developed strategic development orientations and implemented specific action plans. On one hand, the company maintained and maximized the efficiency of existing assets and resources to best serve customers while ensuring the company's interests.

In 2024, the Board of General Directors actively led the company in business operations, closely followed the set plan targets, and essentially completed the 2024 business performance results.

2. Financial situation

a) Assets:

Data on changes in tangible fixed assets in the period are:

Unit: Billion VND

No.	Asset Type	Opening Value	Increase	Decrease	Residual value
1	Buildings and structures	43.42	16.02	6.78	52.66
2	Machinery and equipment	42.19	35.58	16.87	60.90
3	Transportation and transmission vehicles	479.31	14.95	66.39	428.87
4	Management tools and equipment	0	0	0	0
	Total	564.92	66.55	90.04	541.43

b) Debt payable:

In 2024, the Company repaid the principal and interest on the ADB loan for Buon Ma Thuot City Water Supply Project and the three districts of Ea Kar – Krong Nang – Buon Don, with a total amount exceeding VND 54 billion.

Apart from self-generated capital from business operations, the Company also secured a bank loan with a limit of VND 35 billion to meet short-term capital needs, including payments for materials, tools, employee salaries, and other expenses.

Currently, the Company still has outstanding debts to ADB project contractors amounting to VND 7.37 billion.

Despite various obstacles and challenges, under the direction of the Board of Directors and the Board of General Directors, the Company has allocated funds reasonably and promptly to ensure investment capital for network expansion, ADB loan repayments, and supplier payments according to schedule.

3. Improvements in organizational structure, policies, and management.

- Amend, supplement, and refine the Company's processes and regulations, as well as those of its departments and water supply branches, to align with the corporate model.
- Reorganize, strengthen the organizational structure, and appoint leadership personnel for departments and water supply branches.

4. Development plans in future

- Strive to meet and exceed the Company's assigned business indicators;
- Maintain a 100% clean water supply coverage rate for households;
- Strive to lower the water loss rate to the lowest level;
- Establish and implement a healthy, transparent financial system;
- Ensure the harmonization of shareholders' interests;

5. Explanation of the Board of Management for auditor's opinions (if any):

On March 17, 2025, Daklak Water Supply Joint Stock Company and AFC Vietnam Auditing Company Limited – North Branch prepared the audited financial statements for the fiscal year 2024. The auditing firm issued a qualified opinion stating: As of the end of the fiscal year, the Company had not yet finalized the equitization costs or determined the value of the state capital to be transferred to the joint-stock company due to unresolved financial issues, including unverified receivables and payables, as well as work in progress and construction in progress.

Regarding this opinion, the Company provides the following explanation:

Daklak Water Supply Joint Stock Company was officially converted from Dak Lak Water Supply and Construction Investment One Member Limited Company (100% state-owned) and began operations as a joint-stock company on June 27, 2019. However, to date, there has been no official decision approving the final settlement and handover of capital and assets from the state-owned enterprise to the joint-stock company. Consequently, construction in progress, receivables and payables to be transferred to the joint-stock company remain undetermined. The Company has repeatedly submitted official documents to the People's Committee of Dak Lak Province requesting an early settlement and handover of capital and assets.

6. Report related to environmental and social responsibilities of the Company

- The water production company consistently complies with and meets the criteria set by the competent authorities.
- The company ensures proper labor policies, including support and welfare for employees;
- In addition to production and business activities, the Company actively contributes to community and local initiatives, such as reducing water prices during the COVID-19 pandemic and supporting villages, etc.

IV. Assessments of the Board of Directors on the Company's operation

1. Assessments of the Board of Directors on the Company's operations

In 2024, under the leadership of the Board of Directors and the active contributions of all officers and employees, along with favorable weather conditions leading to a significant increase in water consumption, the Company's business performance improved remarkably. Key production and business targets were largely achieved. Additionally, the official water price adjustment taking effect as of April 2023 contributed to higher revenue across the Company, with many branches beginning to turn a profit. The Company's annual profit exceeded the plan due to the clean water price increase

approved by the Provincial People's Committee from January 2024 and the implementation of synchronized cost-reduction measures.

2. Assessment of Board of Directors on Board of General Directors's performance

The Board of Directors closely supervised and directed the Board of General Directors in implementing the plan in 2024 approved by the General Meeting of Shareholders.

The Board of General Directors made relentless efforts, demonstrating unity and effectively fulfilling its role by implementing timely and flexible management solutions aligned with the Board of Directors' policies and orientations. All directives from the Board of Directors were fully executed by the Board of General Directors that also provided detailed implementation reports with a strong sense of responsibility.

The Board of Directors is confident that, with the strategic management solutions of the Board of General Directors, the unity of employees and workers, and the trust of the General Meeting of Shareholders, the Company will achieve its assigned targets and gradually overcome existing challenges in a difficult business environment.

3. Plans and orientations of the Board of Directors

In 2025, the Board of Directors will continue to refine regulations and processes while enhancing the role of each board member to ensure effective coordination and resolution of arising issues in production and business operations, strengthening corporate governance and maximizing shareholder benefits.

The Board of Directors is committed to actively operating with a high sense of responsibility, ensuring effective corporate governance and maximizing shareholder benefits. In addition to assigned tasks outlined in the resolutions of the General Meeting of Shareholders, the Board of Directors has developed the plan in 2025, as follows:

No.	Indicator	Unit	Implementation in 2024	Plan In 2025	% Plan in 2025 /Implementation in 2024
1	Revenue	Billion VND	293.13	352.34	120.2%
2	Manufactured water	Million m ³	24.38	25.53	104.7%
3	Metered water	Million m ³	20.66	21.65	104.8%
4	Water loss rate	%	15.24	15.20	100.3%
5	Customer development	Household	4,948	5,375	108.6%
6	Profit before tax	Billion VND	56.87	58.15	102.2%
7	After tax profit	Billion VND	50.96	52.79	103.6%

Specific actions:

The Board of Directors will continue directing efforts to enhance project efficiency, accelerating the recovery of former customers and increasing the proportion of clean water usage by restaurants and hotels to achieve a larger market share.

Invest in expanding the water supply network and installing clean water systems, with plans to request approval for increasing the exploitation capacity of existing sources, building additional plants in some branches, ensuring a long-term vision of 10-15 years, and aligning with local urban development planning and orientation.

Assign the Board of General Directors to develop effective loss prevention plans. Renovate, upgrade and replace the degraded and damaged water network.

Survey and invest in a central control system to synchronize water production.

Additionally, to strengthen corporate governance, in 2025, following the resolution of the General Meeting of Shareholders, the Board of Directors will gradually refine regulations, procedures, and oversight of the Executive Board's operations to promptly coordinate and address issues arising during business operations, ensuring maximum benefits for shareholders.

V. Corporate Governance

1. Board of Directors

a) Members and structure of the Board of Directors:

No.	Full Name	Position	Professional Qualification	Date of Appointment	Share ownership ratio with voting rights
1	Mr. Do Hoang Phuc	BOD Chairperson	Bachelor of Administrative Management, Bachelor of Laws, Bachelor of Politics, Bachelor of Criminal Investigation	June 24, 2019	15.86%
2	Mr. Do Hoang Phuong	BOD Vice Chairperson	Master of Automation and Electronics Engineering	February 18, 2022	18.51%
3	Mr. Pham Thi Linh	BOD Member	Bachelor of Accounting and Statistics	February 18, 2022	24.8%
4	Mr. Nguyen Khac Dan	BOD Member – General Director	Bachelor of Water Supply and Sewerage	June 24, 2019	0.02%
5	Mr. Nguyen Cong Dinh	BOD Member – Deputy General Director	Bachelor of Laws	June 24, 2019	0.02%

b) Committees of the Board of Directors: None

c) Activities of the Board of Directors:

- The Board of Directors operates under the principle of collective decision-making, adhering to legal regulations and the Company's Charter.

- In 2024, the Board of Directors of Daklak Water Supply Joint Stock Company held meetings to collect opinions from members of the Board of Directors and issued 18 Resolutions, as detailed below:

No.	Resolution/Decision Number	Date	Description	Ratio
1	01/2024/NQ-HDQT	January 8, 2024	Resolution regarding approval of the 2024 business performance report and assigning targets to branches.	100%
2	02/2024/NQ-HDQT	January 12, 2024	Resolution regarding approval of bonuses for departments, branches, and Lunar New Year bonuses.	100%
3	03/2024/NQ- HDQT	February 1, 2024	Resolution regarding approval of the contract for the purchase and sale of sweet corn products.	100%

4	04/2024/NQ-HDQT	February 26, 2024	Resolution regarding approval of plan to organize the 2024 Annual General Meeting of Shareholders	100%
5	05/2024/NQ-HDQT	February 26, 2024	Resolution regarding approval of assignment of BOD members to a business trip in the United States.	100%
6	06/2024/NQ- HDQT	March 9, 2024	Resolution regarding approval of plan for electing members of the Board of Directors and the Board of Supervisors for 2024-2028 term	100%
7	07/2024/NQ-HDQT	March 12, 2024	Resolution regarding approval of the personnel plan at the Company	100%
8	08/2024/NQ- HDQT	March 25, 2024	Resolution regarding approval of the documents for the 2024 Annual General Meeting of Shareholders	100%
9	09/2024/NQ-HDQT	April 24, 2024	Resolution regarding election of Chairperson of the Board of Directors of the Company	100%
10	10/2024/NQ-HDQT	April 24, 2024	Resolution regarding election of Vice Chairperson of the Board of Directors of the Company	100%
11	11/2024/NQ-HDQT	April 24, 2024	Resolution regarding appointment of positions in the Board of General Directors of the Company	100%
12	12/2024/NQ-HDQT	April 24, 2024	Resolution regarding appointment of Secretary of the BOD.	100%
13	13/2024/NQ-HDQT	July 20, 2024	Resolution regarding approval of production and business results in the first half of 2024 and production and business plan in the third quarter of 2024	100%
14	14/2024/NQ-HDQT	July 20, 2024	Resolution regarding approval of collective bonus for departments, branches and Lunar New Year bonus	100%
15	15/2024/NQ-HDQT	September 05, 2024	Resolution regarding approval of policy to purchase land and houses and to construct a business office in the Ho Chi Minh City.	100%
16	16/2024/NQ- HDQT	November 15, 2024	Resolution regarding approval of production and business results in the third quarter of 2024 and production and business plan in the fourth quarter of 2024	100%
17	17/2024/NQ-HDQT	November 23, 2024	Resolution regarding approval of inspection of packages of BMT City Water Supply Project and 03 towns invested by Daklak Water Supply Joint Stock Company.	100%
18	18/2024/NQ-HDQT	December	Resolution regarding approval of personnel	100%

		12, 2024	plans for DakLak Water Supply Joint Stock Company	
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In 2024, the Board of Directors strictly adhered to corporate governance regulations, strategic human resource management, and other responsibilities within the scope of its authority and responsibilities as stipulated in the Charter of Daklak Water Supply Joint Stock Company

The Board of Directors held meetings at least once per quarter, as required, to review and make decisions on matters within its authority, with the participation of the Board of Supervisors and the Board of General Directors of the Company.

The Board of Directors assigned specific responsibilities to its members, enhancing the advisory role of Managers. BOD members diligently fulfilled their duties, acting in the best interest of shareholders, while also maintaining a harmonious balance between Company growth and Employee welfare.

2. Board of Supervisors/Audit Committee

a) Members and structure of the Board of Supervisors:

No.	Member of the Supervisory Board	Position	Start date as member of the Board of Supervisors	Professional Qualification	Share ownership ratio with voting rights
1	Ms. Le Dang Uyen Dan	Head of Board of Supervisors	February 18, 2022	Bachelor of Laws	0%
2	Ms. Ha Thi Thu Huyen	Supervisor	February 18, 2022	Bachelor of Business Administration	0.02%
3	Mr. Le Ban Khanh	Supervisor	April 24, 2024	Engineer in Water Supply and Sewerage, Bachelor of Business Administration, Bachelor of Law	0.02%

b) Activities of the Board of Supervisors:

- In 2024, the Board of Supervisors held a meeting in accordance with the law to assign tasks to each member of the board to achieve high efficiency in the process of inspecting and supervising the Company's activities to comply with the Resolution of the General Meeting of Shareholders, the Resolution of the Board of Directors, the Charter and regulations of the Company.

- Additionally, the Board of Supervisors attended all BOD meetings and worked with the Executive Board on matters related to the management and operation of the Company's business activities under the Board of Directors and the Board of General Directors.

3. Transactions, remunerations and benefits of the Board of Directors, Board of Management and Board of Supervisors

a) Salary, rewards, remuneration and other benefits and expenses for each member of the Board of Directors, the Board of Supervisors/ Audit Committee, Director and General Director and managers. Values of such remuneration, benefits and expenses shall be disclosed in details for each person. Non-material benefits which have not been/cannot be quantified by cash shall be listed and explained).

Unit: VND

No.	Description	Remuneration Plan (wages and bonuses) in 2024	Total remuneration (wages and bonuses) implemented in 2024	Remuneration Plan (wages and bonuses) in 2025
01	BOD Chairperson	400,000,000	447,761,103	800,000,000
02	BOD Vice Chairperson	250,000,000	172,000,000	500,000,000
03	BOD's members (3 members)	0	32,000,000	700,000,000
04	Board of Supervisors (3 members)	120,000,000	32,916,667	200,000,000

b) Share transactions by internal shareholders: None

c) Contracts or transactions with internal shareholders:

In compliance with Resolution No. dated April 24, 2024, of the 2024 Annual General Meeting of Shareholders, Resolution No. 18a/2022/NQ-HDQT, and Resolution No. 03/2024/NQ-HDQT of the Board of Directors regarding the approval of contracts and transactions between the Company and related parties, the Board of Directors respectfully reports to the General Meeting of Shareholders on the results of the performance of contracts and transactions between the Company and related persons.

No.	Name of related organization/person	Passed BOD Resolution Number	Transaction Description	Actual value in 2024 (Unit: VND)
1	- Nam Phuong Investment and Trading Company Limited - Address: Km 7, Mai Son Industrial Cluster, Mai Son Commune, Yen Mo District, Ninh Binh Province - Tax Code: 2700281328	18a/2022/NQ-HDQT	Contract for vehicle lease with license plate of 35C-05799 for production and business purposes	259,200,000
		01/2024/NQ-DHDCD	Contract for the purchase and sale of Kuroba - Dani bottled water products	133,966,142
2	- Global Food Import Export Business Joint Stock Company - Address: Kim 3 Hamlet, Phuong Son Commune, Luc Ngan District, Bac Giang Province - Tax Code: 2400797168	03/2024/NQ-HDQT	Contract for purchasing sweet corn products as gifts for employees during the Lunar New Year 2024	184,275,000
3	- Thang Loi Coffee Joint Stock Company - Km 17, National Highway 26, Hoa Dong Commune, Krong Pak	01/2024/NQ-DHDCD	Purchase of coffee as gifts for guests attending the inauguration ceremony of the Water	15,200,000

No.	Name of related organization/person	Passed BOD Resolution Number	Transaction Description	Actual value in 2024 (Unit: VND)
	District, Dak Lak Province - Tax Code: 6000182456		Bottling Plant	
		01/2024/NQ-DHDCD	Selling Kuroba - Dani bottled water products	11,209,754

d) Assessing the Implementation of regulations on corporate governance: Basically, the Company, the Board of Directors, the Board of Supervisors, the Board of General Directors, and the Chief Accountant have complied with legal regulations, the Charter, and internal policies of the Company. In 2024, there is no violation affecting the rights of shareholders, the Board of Supervisors did not receive any requests for violation inspections or other demands from shareholders.

VI. Financial Statements

1. Auditor's opinions:

The auditor's assessment of the 2024 financial statements of Daklak Water Supply Joint Stock Company is shown in Audit Report No. 062/2025/BCKT-PB.00463 dated March 17, 2025 of AFC VIETNAM Auditing Company Limited – a member of PKF International Group.

The auditing firm issued a qualified opinion stating: As of the end of the fiscal year, the Company had not yet finalized the equitization costs or determined the value of the state capital to be transferred to the joint-stock company due to unresolved financial issues, including unverified receivables and payables, as well as work in progress and construction in progress.

Except for the effects of the matters mentioned in the qualified opinion, the financial statements fairly and accurately present, in all material respects, the financial position of Daklak Water Supply Joint Stock Company as of December 31, 2024, as well as the results of operations and cash flows for the fiscal year ending on the same date, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, and relevant legal regulations governing the preparation and presentation of consolidated financial statements.

2. Audited Financial Statements: The contents of the audited 2024 financial statements are attached to this Report.

Recipients:

- SSC;
- BOD Members;
- Head of the Board of Supervisors;
- Board of General Directors;
- Filing: Archived

LEGAL REPRESENTATIVE



Do Hoang Phuc

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

Audited Financial Statement
For the fiscal year ended December 31, 2024



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DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

THE BOARD OF MANAGEMENT'S REPORT

The Board of Management of Dak Lak Water Supply Joint Stock Company (the "Company") has the pleasure in presenting this report and The Audited Financial Statements for the fiscal year ended December 31, 2022.

1. General information

Dak Lak Water Supply Joint Stock Company, formerly known as Dak Lak Water Supply and Construction Investment One Member Limited Liability Company, was equitized under Decision 3514/QĐ-UBND dated December 26, 2018 of the People's Committee of Dak Lak Province. The company operates under the Business Registration Certificate No. 6000175995 first registered on June 27, 2006 by the Department of Planning and Investment of Dak Lak province.

On June 27, 2019, the Company received the 5th Change of Business Registration Certificate approving the transformation into a joint stock company.

The charter capital of the Company is VND 315,200,000,000 (Three hundred fifteen billion two hundred million dong).

Head office is located at: 339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province.

2. The members of the Board of Directors, Board of Control and Board of Management

The members of the Board of Directors, Board of Control and Board of Management during the year 2024 and until the issuing date of this report are:

The Board of Directors

Mr. Do Hoang Phuc	Chairman
Mr. Do Hoang Phuong	Vice Chairman
Mr. Nguyen Cong Dinh	Member
Mr. Nguyen Khac Dan	Member
Ms. Pham Thi Linh	Member

The Board of Management and chief accountant

Mr. Nguyen Khac Dan	General manager	Appointed on 15/03/2025
Ms. Hoang Thi Thu Ha	General Manager	Resigned on 15/03/2025
	Deputy General Manager	Appointed on 15/03/2025
Mr. Nguyen Hung	Deputy General Manager	
Mr. Nguyen Cong Dinh	Deputy General Manager	
Ms. Hoang Thi Thu Ha	Deputy General Manager	
Ms. Nguyen Thi Thuy Hang	Chief accountant	

Board of Control

Ms. Le Dang Nguyen Dan	Chairman	
Ms. Ha Thi Thu Huyen	Member	
Mr. Le Ban Khanh	Member	Appointed on 24/04/2024
Ms. Le Thi Mai Ngoc	Member	Resigned on 24/04/2024

Legal representative

The legal representative of the Company during the year and up to the date of this report is as follows: Mr. Do Hoang Phuc - Chairman of the Board of Directors (was born on July 3, 1957; Kinh ethnicity, Vietnamese nationality; citizen identification number 037057001333 issued by the

THE BOARD OF MANAGEMENT'S REPORT

Department of Residence Management and National Immigration on June 28, 2022; Permanent address: No. 12 Trinh Tu Street, Kim Da Street, Ninh Khanh Street, Ninh Binh City, Ninh Binh Province, Vietnam).

3. The Company's Financial position and operating results

The Company's financial position as at December 31, 2024 and its operating result for the fiscal year ended at the same day are presented in the accompanying financial statements.

4. Events subsequent to the balance sheet date

There have been no significant events occurring after the balance sheet date which would require adjustments or disclosures to be made in the financial statements.

5. Auditors

AFC Vietnam Auditing Co., Ltd has been appointed to audit the financial statements for the fiscal year ended December 31, 2024.

6. Statement of the Board of Management's responsibility in respect of the financial statements

The Board of Management is responsible for the financial statements for the fiscal year ended December 31, 2024 which gives a true and fair view of the state of affair of the Company and of its results and cash flows for the fiscal year ended same day. In preparing those financial statements, The Board of Management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basic unless it is inappropriate to presume that the Company will continue in business; and
- Design, implement and maintain the Company's internal control for prevention and detection of fraud and error.

The Board of Management is responsible for ensuring that the proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and to ensure that the accounting records comply with the Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. The Board of Management is also responsible for controlling the assets of the Company and therefore has taken the appropriate measures for the prevention and detection of fraud and and other violations.

The Board of Management confirms that the Company has complied with the above requirements in preparing the financial statements.

7. Commitment to information disclosure

The Board of Management commits that the Company complies with Decree 155/2020/ND-CP dated December 31, 2020 of the Prime Minister detailing the implementation of a number of articles of the Securities Law and that the Company does not violate obligation to disclose information in accordance with the provisions of Circular No. 96/2020/TT-BTC dated November 16, 2020, Circular No. 68/2024/TT-BTC dated September 18, 2024 of the Ministry of Finance guiding the disclosure of information on the Stock Market.

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

THE BOARD OF MANAGEMENT'S REPORT

8. Approval of the financial statements

The Board of Management hereby approve the accompanying financial statements which give a true and fair view of the financial position of Company as at December 31, 2024 and the results of its operations and cash flows of the Company for the fiscal year ended December 31, 2024 in accordance with the Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

On behalf of The Board of Management,



Do Hoang Phuc
Chairman

Dak Lak, Viet Nam
March 17, 2025



INDEPENDENT AUDITOR'S REPORT

**To: The Shareholders, Board of Directors and Board of Management
Dak Lak Water Supply Joint Stock Company**

We have audited the accompanying financial statements of Dak Lak Water Supply Joint Stock Company, ("the Company"), prepared on March 17, 2025, as set out from page 06 to page 37, which comprise the balance sheet as at December 31, 2024 and the income statement, the cash flow statement for the fiscal year ends on the same date and the Notes to the financial statements.

Board of Management's responsibility

The Board of Management is responsible for the preparation and fair presentation of these financial statements of company in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of General Directors, as well as evaluating the presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our excepted audit opinion.

Basis of the audit opinion except

As at January 1, 2024 and December 31, 2024, in the items of cost of production in progress and construction in progress on the balance sheet, there are still some works with a total value of VND 2,064,060,569 has arisen from previous years and not continued in the current year. The Company has not yet conducted an assessment of the recoverable value of these works. With the Company's existing documents, we were unable to obtain sufficient appropriate audit evidence regarding the accuracy and recoverability of this item, and the effect (if any) on the financial statements for the financial year ended December 31, 2024.

INDEPENDENT AUDITOR'S REPORT (Continued)

By the end of the fiscal year, the Company has not yet been able to finalize the cost of equitization and determine the value of the State capital to hand over to the Joint Stock Company due to the fact that it has not dealt with the outstanding financial problems. The value of payables to the State for equitization being recorded in other payables on the balance sheet as at January 1, 2024 and as at December 31, 2024 is VND 2,497,465,174. Depending on the discretion of the Regulator, the amounts presented in the financial statements may be subject to change upon final decision.

Receivables and payables on the balance sheet as at January 1, 2024 and as at December 31, 2024 have not yet been reconciled and confirmed with the receivables and payables of which: collected from customers in the amount of VND 4,044,469,208, prepaid to the seller in the amount of VND 237,933,000, other receivables in the amount of VND 1,491,650,727 and payable to the seller in the amount of VND 496,904,992. Accordingly, we were unable to obtain sufficient appropriate audit evidence about the accuracy, existence and recoverability of these balances and the effect (if any) on the items in the statements financials for the year ended December 31, 2024.

As at January 1, 2024 and as at December 31, 2024, the Company has tracked of other payables on the balance sheet of the Japanese Government loan in accordance with Decision No. 882/QĐ-UB issued April 5, 2002 of the People's Committee of Dak Lak province on the investment in the water supply project of Quang Phu town, Cu M'Gar district with the amount of VND 8,059,727,581. At the time of this report, the Company has not yet determined the loan object, loan term and interest rate.

Excepted audit opinion

In our opinion, except for the effect of the matters described in the paragraph: "Basis of the audit opinion", the financial statements give a true and fair view, in all material respects, of the financial position of Dak Lak Water Supply Joint Stock Company as at December 31, 2024, as well as its results of operations and cash flows for the fiscal year ended on the same date, in accordance with accounting standards Vietnamese accounting system, Vietnamese corporate accounting system and legal regulations related to the preparation and presentation of financial statements.



NGUYEN XUAN HUNG

Deputy Director

Audit Practicing Registration Certificate

No. 5701 - 2023 - 009 - 1

**AFC VIETNAM AUDITING COMPANY LIMITED
– NORTH BRANCH**

Ha Noi, Viet Nam

March 17, 2025

NGUYEN VAN VINH

Auditor

Audit Practicing Registration Certificate

No. 5023 - 2025 - 009 - 1

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

BALANCE SHEET

As at December 31, 2024

Form B 01 - DN

ITEMS	Code	Note	31/12/2024 VND	01/01/2024 VND
A/ SHORT-TERM ASSETS	100		239,581,871,102	164,160,277,867
I/ Cash and cash equivalents	110	5.1	140,183,205,072	16,339,585,484
1. Cash	111		140,183,205,072	16,339,585,484
II/ Short-term financial investments	120	5.2	5,250,000,000	3,000,000,000
1. Investments held to maturity	123		5,250,000,000	3,000,000,000
III/ Short-term receivables	130		38,703,765,299	86,758,972,368
1. Receivable from customers	131	5.3	9,449,124,361	9,557,222,211
2. Advances to suppliers	132	5.4	3,534,027,516	6,761,220,351
3. Other receivables	136	5.5	30,432,913,013	75,152,829,397
4. Other receivables	137	5.8	(4,712,299,591)	(4,712,299,591)
IV/ Inventories	140	5.6	25,633,107,343	21,685,367,923
1. Inventories	141		25,633,107,343	21,685,367,923
VI/ Other short-term assets	150		29,811,793,388	36,376,352,092
1. Deductible value added tax	152		29,811,793,388	36,376,352,092
B/ LONG -TERM ASSETS	200		565,388,107,057	606,236,038,467
I/ Long-term receivables	210		-	-
II/ Fixed assets	220		544,325,735,307	568,746,267,430
1. Tangible fixed assets	221	5.9	541,431,936,500	564,914,062,483
- Cost	222		1,170,772,380,440	1,104,664,016,516
- Accumulated depreciation	223		(629,340,443,940)	(539,749,954,033)
2. Intangible fixed assets	227	5.10	2,893,798,807	3,832,204,947
- Cost	228		7,341,634,545	7,271,634,545
- Accumulated depreciation	229		(4,447,835,738)	(3,439,429,598)
III/ Investment property	230		-	-
IV/ Long term assets in progress	240		5,173,352,475	16,771,337,778
1. Capital Construction in Progress	242	5.11	5,173,352,475	16,771,337,778
VI/ Long-term financial investments	250		-	-
VII/ Other long-term assets	260		15,889,019,275	20,718,433,259
1. Long-term prepaid expenses	261	5.7	15,889,019,275	20,718,433,259
TOTAL ASSETS	270		804,969,978,159	770,396,316,334

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

BALANCE SHEET

As at December 31, 2024

Form B 01 - DN

RESOURCES	Code	Note	31/12/2024 VND	01/01/2024 VND
C/ LIABILITIES	300		442,284,611,227	458,674,193,802
I/ Current liabilities	310		90,270,739,581	94,638,773,296
1. Payable to suppliers	311	5.12	7,215,090,266	11,372,592,520
2. Advances from customers	312	5.13	240,876,695	111,175,045
3. Taxes and amounts payable to the State buc	313	5.14	5,299,429,564	2,109,297,542
4. Payable to employees	314		8,716,126,994	9,945,256,540
5. Accrued expenses	315	5.15	2,764,862,657	2,229,469,410
6. Other current payables	319	5.16	13,366,641,279	17,308,986,069
7. Borrowings and finance lease	320	5.17	49,007,602,982	47,901,887,026
8. Bonus and welfare funds	322		3,660,109,144	3,660,109,144
II/ Long-term liabilities	330		352,013,871,646	364,035,420,506
1. Other long-term payables	337	5.16	1,755,799,343	1,310,887,947
2. Long-term loans and liabilities	338	5.17	350,258,072,303	362,724,532,559
D/ OWNERS' EQUITY	400		362,685,366,932	311,722,122,532
I/ Owners' equity	410	5.18	362,685,366,932	311,722,122,532
1. Owners' invested capital	411		315,200,000,000	315,200,000,000
- Voting shares	411a		315,200,000,000	315,200,000,000
- Preferred shares	411b		-	-
2. Retained earnings (Accumulated losses)	421		47,485,366,932	(3,477,877,468)
- Accumulated retained earnings of previous year	421a		(3,477,877,468)	(18,614,894,436)
- Retained earnings of this year	421b		50,963,244,400	15,137,016,968
III/ Other sources and funds	430		-	-
TOTAL RESOURCES	440		804,969,978,159	770,396,316,334



Do Hoang Phuc
Chairman
Dak Lak, Viet Nam
March 17, 2025

Nguyễn Thị Thụy Hằng
Chief accountant

Nong Be Duy
Preparer

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

INCOME STATEMENT

For the fiscal year ended December 31, 2024

Form B 02 - DN

ITEMS	Code	Note	Year 2024 VND	Year 2023 VND
1. Gross sales of goods and services	01	6.01	287,737,905,166	228,000,099,056
2. Deductions	02		87,746,612	57,916,160
3. Net sales of goods and services	10		287,650,158,554	227,942,182,896
4. Cost of goods sold	11	6.02	121,678,349,990	109,755,344,568
5. Gross profit from sales of goods and services	20		165,971,808,564	118,186,838,328
6. Financial income	21	6.03	278,794,302	272,777,075
7. Financial expenses	22	6.04	44,966,065,221	36,827,553,732
<i>In which: Interest expense</i>	23		27,116,282,739	26,146,680,944
8. Selling expenses	25	6.05	46,006,015,383	43,151,254,109
9. General and administration expenses	26	6.06	23,573,840,329	23,814,328,937
10. Net operating profit	30		51,704,681,933	14,666,478,625
11. Other income	31	6.07	5,205,998,156	474,489,254
12. Other expenses	32	6.08	41,283,424	3,950,911
13. Profit from other activities	40		5,164,714,732	470,538,343
14. Total accounting profit before tax	50		56,869,396,665	15,137,016,968
15. Current corporate income tax expense	51	6.09	5,906,152,265	-
16. Deferred corporate income tax expense	52		-	-
17. Net profit after corporate income tax	60		50,963,244,400	15,137,016,968
18. Basic earnings per share	70	6.10	1,617	480
19. Diluted earnings per share	71	6.10	1,617	480



Do Hoang Phuc
Chairman
Dak Lak, Viet Nam
March 17, 2025

Nguyen Thi Thuy Hang
Chief accountant

Nong Be Duy
Preparer

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

CASH FLOWS STATEMENT*(Indirect method)*

For the fiscal year ended December 31, 2024

Form B 03 - DN

ITEMS	Code	Year 2024 VND	Year 2023 VND
I. Cash flows from operating activities			
1. Profit before tax	01	56,869,396,665	15,137,016,968
2. Adjustments for:			
- Depreciation of fixed assets	02	91,053,785,592	84,378,175,868
- Provisions	03	-	348,738,496
- Gain/(loss) from unrealized foreign exchange differences	04	16,721,712,330	10,267,294,471
- Gain/(loss) from investing activities	05	(325,157,938)	(272,777,075)
- Interest expense	06	27,116,282,739	26,146,680,944
3. Operating profit/(loss) before changes in working capital	08	191,436,019,388	136,005,129,672
- Increase/(Decrease) in receivables	09	54,742,056,453	(46,049,943,707)
- Increase/(Decrease) in inventories	10	(3,947,739,420)	3,174,513
- Increase/(Decrease) in accounts payable (not including accrued interest and CIT payable)	11	(6,756,920,388)	826,378,883
- Increase/(Decrease) in prepaid expenses	12	4,829,413,984	5,681,801,830
- Interest paid	14	(27,176,778,213)	(25,184,957,347)
- Corporate income tax paid	15	(3,050,000,000)	-
Net cash flows from operating activities	20	210,076,051,804	71,281,583,844
II. Cash flows from investing activities			
1. Purchases and construction of fixed assets and other long-term assets	21	(55,035,268,166)	(43,233,775,799)
2. Proceeds from disposals of fixed assets and other long-term assets	22	46,363,636	-
3. Loans given and purchases of debt instruments of other entities	23	(3,250,000,000)	(5,500,000,000)
4. Recovery of loan given and disposals of debt instruments of other entities	24	1,000,000,000	17,000,000,000
5. Interest, dividends and profits received	27	216,999,096	812,815,432
Net cash flows from investing activities	30	(57,021,905,434)	(30,920,960,367)
III. Cash flows from financing activities			
1. Proceeds from borrowings	33	69,732,994,996	20,000,000,000
2. Repayments of borrowings	34	(98,943,521,778)	(46,234,870,503)
Net cash flows from financing activities	40	(29,210,526,782)	(26,234,870,503)
Net cash flows in the year	50	123,843,619,588	14,125,752,974
Cash and cash equivalents at the beginning of the year	60	16,339,585,484	2,213,832,510
Effects of fluctuations in foreign exchange rates	61	-	-
Cash and cash equivalents at the end of the year	70	140,183,205,072	16,339,585,484



Do Hoang Phuc
Chairman
Dak Lak, Viet Nam
March 17, 2025

Nguyen Thi Thuy Hang
Chief accountant

Nong Be Duy
Preparer

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

NOTES TO FINANCIAL STATEMENT

For the fiscal year ended December 31, 2024

Form B 09 - DN

These notes form an integral part of and should be read along with the accompanying interim financial statements.

1. GENERAL INFORMATION**1.1 Ownership**

Dak Lak Water Supply Joint Stock Company, formerly known as Dak Lak Water Supply and Construction Investment One Member Limited Liability Company, was equitized under Decision 3514/QĐ-UBND dated December 26, 2018 of the People's Committee of Dak Lak Province. The company operates under the Business Registration Certificate No. 6000175995 first registered on June 27, 2006 by the Department of Planning and Investment of Dak Lak province.

On June 27, 2019, the Company received the 5th Change of Business Registration Certificate approving the transformation into a joint stock company.

The charter capital of the Company is VND 315.200.000.000 (Three hundred fifteen billion two hundred million dong).

Number of shares: 31,520,000 shares, par value: VND 10,000/share.

Head office is located at: 339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province.

1.2 Business sectors

The Company's business sectors are the production and supply of water.

1.3 Business activities

According to Business Registration Certificate No. 6000175995 issued by the Department of Planning and Investment of Dak Lak Province, the Company's main business activities include:

- Exploiting, treating and supplying water;
- Construction of public works;
- Construction of other civil engineering works./.

1.4 Normal production and business cycle

The normal production and business cycle of the Company does not exceed 12 months.

1.5 Characteristics of the Company's operations during the financial year that affect the financial statements

During the fiscal year ended December 31, 2024, there were no activities that had a significant impact on the financial statements of the Company.

1.6 Personnel

The number of employees of the Company as at December 31, 2024 is: 299 people. (As at December 31, 2023 is: 304 people).

2. ACCOUNTING PERIOD AND ACCOUNTING CURRENCY**2.1 Accounting period**

The accounting period of the Company begins on January 01 and ends on December 31.

NOTES TO FINANCIAL STATEMENT

For the fiscal year ended December 31, 2024

Form B 09 - DN

2.2 Accounting currency

The Company maintains its accounting record in Vietnamese Dong (VND).

3. APPLICABLE ACCOUNTING STANDARDS AND REGIME

3.1 Applicable Accounting Standards and Regime

The Company applies the corporate accounting system promulgated in accordance with the Circular No. 200/2014/TT-BTC dated December 22, 2014 of the Ministry of Finance guiding the corporate accounting regime; Circular 53/2016/TT-BTC dated March 21, 2016 of the Ministry of Finance amending and supplementing a number of articles of Circular 200/2014/TT-BTC.

The Company applies Vietnamese Accounting Standards, Circulars guiding the corporate accounting regime and other circulars guiding the implementation of Accounting Standards of the Ministry of Finance in the preparation and presentation of financial statements.

3.2 Comply with the Vietnamese Accounting Standards and Vietnamese Accounting Regime

The Company applies Vietnamese Accounting Standards and supplement documents issued by the State. Financial statements are prepared in accordance with regulations of each standard and supplement documents as well as with current accounting regime.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Basis of preparation the financial statements

The financial statements are prepared on the accrual basis (except for information relating to cash flows).

4.2 Transactions in foreign currencies

Transactions arising in foreign currencies are converted by the exchange rate at the date of the transaction. The balances of monetary items denominated in foreign currencies at the fiscal year end date are converted by the exchange rate at that date.

Exchange differences arising from transactions in foreign currencies are recognized in the financial income or financial expense. Exchange differences arising from revaluation of monetary items denominated in foreign currencies at the balance sheet date after off-setting the differences is recognized in the financial income or financial expense.

4.3 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, collaterals, short-term investment with an original maturity of less than three months with high liquidity, that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

4.4 Financial investments

Investments held to maturity

Investments are classified as held to maturity when the Company has the intention and ability to hold to maturity. Held-to-maturity investments include: term deposits with banks (including bills and promissory notes), bonds, and preferred shares that the issuer is required to redeem at a specified date in the future and held-to-maturity loans for the purpose of earning periodic interest and other held-to-maturity investments.

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Held-to-maturity investments are initially recognized at cost, including the purchase price and costs associated with the acquisition of the investments. After initial receipt, these investments are recognized at their recoverable amounts. Interest income from investments held to maturity after the acquisition date is recognized in the income statement on an accrual basis. Interest earned before the Company holds it is deducted from the original cost at the time of purchase.

When there is strong evidence that part or all of the investment may not be recovered and the amount of loss can be measured reliably, the loss is recognized in financial expenses during the year and reduced. directly deduct the investment value.

4.5 Receivables

Recognition principle: Receivables include trade accounts receivable, advances to suppliers, internal receivable, the progress of construction contract receivable (if any) and other receivables at the date of reporting.

- Current assets: withdrawal or settlement period less than 1 year.
- Non-current assets: withdrawal or settlement period more than 1 year.

Provision for doubtful debts: The provision for doubtful debts represents the estimated loss due to non-payment arising on receivables that were outstanding at the balance sheet date.

Provision for doubtful bad debts is made for each doubtful debts based on the aging of overdue debts or the estimated losses that may occur, as follows:

For receivables without having overdue but is hardly to be collected: based on expected losses for the provision.

4.6 Inventories

Inventories are paid to the original price. In case the net realizable value is lower than the original cost, it must be calculated according to the net realizable value. The cost of inventory includes the cost of direct materials, direct labor, and manufacturing overhead, to bring the inventory to its current location and condition. Net realizable value is determined at the estimated selling price less costs to complete and any marketing, selling, and distribution costs incurred.

Net realizable value is the estimated selling price of inventories in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary for their consumption.

The value of inventories is calculated using the weighted average method and is accounted for using the perpetual inventory method.

Provision for devaluation of inventories is made for each inventory item whose cost is greater than its net realizable value. For services in progress, the provision for devaluation is calculated for each type of service with a separate price. Increase or decrease in the balance of provision for devaluation of inventories that need to be set up at the end of the financial year is recorded in cost of goods sold.

4.7 Prepaid expenses

Short-term prepaid expenses are expenses amortized within 12 months including operating expenses waiting to be allocated equivalent to revenue in 2024.

Long-term prepaid expenses include expenses actually incurred but related to the results of production and business activities of many accounting periods. Prepaid expenses of the Company include the following expenses:

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Instruments that have been put into use are amortized to expenses on a straight-line basis with an amortization period not exceeding 3 years.

Water meter subscription cost

Water meter subscription costs are stated at cost and amortized over a 5-year audit cycle.

4.8 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The historical cost of tangible fixed assets includes all costs incurred by the Company to acquire the fixed asset up to the time of bringing that asset to the ready-for-use state. Expenses incurred after initial recognition are only recorded as an increase in cost of fixed assets if these costs are certain to increase future economic benefits from the use of such assets. Expenses incurred that do not satisfy the above conditions are recorded as production and business expenses in the period.

When tangible fixed assets are sold or disposed of, their cost and accumulated depreciation are written off and any gain or loss resulting from the disposal is recognized in income or expenses for the year.

Tangible fixed assets are depreciated on a straight-line basis over their estimated useful lives. The number of years of tangible fixed assets is as follows:

<u>Type of fixed asset</u>	<u>Number of years</u>
Buildings and structures	05 - 25
Machinery and equipment	05 - 10
Means of transport, transmission	07 - 30
Equipment and tools for management	05 - 10

4.9 Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated depreciation. The cost of a tangible fixed asset includes its purchase price and directly attributable costs of bringing the asset to its intended use. Expenses for upgrading and renovating intangible fixed assets are recorded as an increase in the cost of the assets and other expenses are charged to the income statement when incurred. The Company's intangible fixed assets include:

Software

The value of non-hardware computer software is amortized on a straight-line basis over 3 years.

Right to exploit underground water

Groundwater exploitation rights are stated at cost and amortized on a straight-line basis over 3-20 years over the term of the grant.

4.10 Construction in progress

Construction in progress reflects costs that are directly related (including related interest expenses in accordance with the Company's accounting policy) to assets under construction machinery and equipment being installed for production, leasing and management purposes as well as costs related to the repair of fixed assets in progress. These assets are stated at cost and are not depreciated.

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4.11 Liabilities and prepaid expenses

Trade payables, internal payables, other payables, loans at the reporting time, if:

- Payment term of less than 1 year or within one production and business cycle is classified as short-term debt.
- Payment term of more than 1 year or over a business cycle is classified as long-term debt.

Payable expenses include actual expenses that have not yet been incurred but are deducted in advance from production and business expenses in the period to ensure that when incurred costs actually do not cause a sudden change in production and business costs in the period. Basis to ensure the principle of matching between revenue and expenses. When those expenses are incurred, if there is a difference with the deducted amount, the accountant shall record additional or decrease expenses corresponding to the difference.

4.12 Borrowings and finance lease liabilities

Loans are tracked by each lender, each loan agreement and the repayment terms of the loans. In case of borrowing in foreign currency, detailed monitoring in original currency is carried out.

Loans with a repayment term of more than 12 months from the time of making the financial statements, presented by the accountants as long-term finance leases and loans. Accounts due to be paid within the next 12 months from the date of making the financial statements, the accountants present as loans and short-term financial lease liabilities to have a payment plan.

4.13 Capital

Owners' equity

Capital is recorded according to the amount actually invested by shareholders.

4.14 Profit distribution

Profits after corporate income tax are distributed to shareholders after setting aside funds in accordance with the Company's Charter as well as the provisions of law and approved by the General Meeting of Shareholders.

The distribution of profits to shareholders is taken into account the non-monetary items included in the undistributed profit after tax that may affect the cash flow and the ability to pay dividends such as interest due to revaluation of assets, capital contribution, profit from revaluation of monetary items, financial instruments and other non-monetary items.

Dividends are recognized as a liability when approved by the General Meeting of Shareholders and a notice of dividend payment is issued.

4.15 Revenue

Revenue from sales of goods

Sales revenue is recognized when the following conditions are simultaneously satisfied:

- The enterprise has transferred the majority of risks and benefits associated with the right to own the products or goods to the buyer;
- The enterprise no longer holds the right to manage the goods as the goods owner, or the right to control the goods;
- Turnover has been determined with relative certainty;
- The enterprise has gained or will gain economic benefits from the good sale transaction; and
- It is possible to determine the costs related to the goods sale transaction.

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Form B 09 - DN***Revenue from sales of service rendered***

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. In case that a transaction involves the rendering of services is attributable to several periods, revenue is recognised in each period by reference to the percentage of completion of the transaction at the interim balance sheet date of that period. The outcome of a transaction can be measured reliably when all four following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the company;
- The percentage of completion of the transaction at the interim balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.
- The stage of completion is assessed by reference to surveys of work performed.

Interest

Gain from investments is recognized when the Company has the right to receive the interest.

4.16 Borrowing costs

Borrowing costs include interest and other costs incurred directly related to the borrowings.

Borrowing costs are recognized as expenses when incurred. Where borrowing costs are directly related to the investment in construction or production of unfinished assets that require a sufficiently long period (more than 12 months) before they can be put into use for the intended purpose or sold. This borrowing cost is capitalized. For separate loans for the construction of fixed assets, investment real estate, interest is capitalized even if the construction period is less than 12 months. Gains arising from the temporary investment of loans are written down to the cost of the related assets.

4.17 Corporate income tax

Corporate income tax expenses include current corporate tax and deferred corporate income tax.

Current income tax

Current income tax is a tax calculated on taxable income. The difference between taxable income and accounting profit is due to the adjustment of temporary differences between tax and accounting, non-deductible expenses as well as the adjustment of non-taxable income and losses are carried forward.

The company applies a tax rate of 10% on taxable income to taxable income from clean water production and trading activities - socialization activities in the field of environment according to Decree No. 218/2013/ND-CP dated March 26, 2013 and Decree No. 69/2008/ND-CP dated May 30, 2008. The company applies a tax rate of 20% for other business activities.

4.18 Related parties

A party is considered to be related to the Company if it has the ability to control the Company or exercise significant influence over the Company in making financial and operating decisions.

When considering each relationship of related parties, the nature of the relationship is paid attention to, not merely its legal form.

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5. ADDITIONAL INFORMATION TO ITEMS IN BALANCE SHEET**5.1 Cash and cash equivalents**

	31/12/2024	01/01/2024
	<i>VND</i>	<i>VND</i>
Cash on hand	45,095,619	159,348,835
Cash at bank	140,138,109,453	16,180,236,649
<i>VND deposit</i>	<i>140,138,109,453</i>	<i>16,180,236,649</i>
Total	<u>140,183,205,072</u>	<u>16,339,585,484</u>

5.2 Investments held to maturity

	31/12/2024		01/01/2024	
	Original cost	Book value	Original cost	Book value
	<i>VND</i>	<i>VND</i>	<i>VND</i>	<i>VND</i>
Short-term	5,250,000,000	5,250,000,000	3,000,000,000	3,000,000,000
Time deposits (i)	5,250,000,000	5,250,000,000	3,000,000,000	3,000,000,000
Long-term	-	-	-	-
Total	<u>5,250,000,000</u>	<u>5,250,000,000</u>	<u>3,000,000,000</u>	<u>3,000,000,000</u>

- (i) Term deposits with remaining term from 3 - 12 months at Military Commercial Joint Stock Bank - Dak Lak Branch, interest rate from 4.5 - 4.7%/year.

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5.3 Accounts receivable from customers

	31/12/2024		01/01/2024	
	Amount VND	Provison VND	Amount VND	Provison VND
Accounts receivable from related parties	-	-	-	-
Accounts receivable from customers	9,165,745,955	(3,224,759,492)	9,557,222,211	(3,224,759,492)
Customers use clean water	2,681,678,302	(1,301,361,592)	3,066,958,875	(1,301,361,592)
Customers use other services	6,484,067,653	(1,923,397,900)	6,490,263,336	(1,923,397,900)
Bottled water customers	283,378,406	-	-	-
Total	9,449,124,361	(3,224,759,492)	9,557,222,211	(3,224,759,492)

5.4 Short-term prepayments to sellers

	31/12/2024		01/01/2024	
	Amount VND	Provison VND	Amount VND	Provison VND
Short-term prepayments to related parties	-	-	-	-
Short-term prepayments to customers	3,534,027,516	-	6,761,220,351	-
Dea Han Industrial Equipment and Environmental Technology JSC	-	-	745,553,600	-
Professional Industrial Device Co.,Ltd	421,190,000	-	706,552,000	-
Viet Nam Power Equipment Supply and Industrial Construction Co., Ltd	987,897,600	-	1,355,933,655	-
Hong Phat Ninh Binh Trading and Services Co.,Ltd	-	-	946,574,200	-
Loc An Phat VINA Development Investment Co.,Ltd	1,269,702,000	-	-	-
Others	855,237,916	-	3,006,606,896	-
Total	3,534,027,516	-	6,761,220,351	-

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For the fiscal year ended December 31, 2024

Form B 09 - DN**5.5 Other receivables**

	31/12/2024		01/01/2024	
	Amount VND	Provison VND	Amount VND	Provison VND
Water Supply Project Management Unit Dak Lak Province (i)	27,133,792,311	-	23,412,011,667	-
Receivables from employees	217,246,000	-	48,722,268,000	-
Other receivables	3,081,874,702	(1,487,540,099)	3,018,549,730	(1,487,540,099)
Total	30,432,913,013	(1,487,540,099)	75,152,829,397	(1,487,540,099)

(i): Reflects the loan disbursed to the Water Supply Project Management Board of Dak Lak Province (PMU) to implement the investment project on construction of water supply works Buon Ma Thuot City and 3 towns: Ea Kar town, Krong Nang town and Buon Don town, Dak Lak province under the Loan Agreement No. 2961 dated May 4, 2013 signed between the Socialist Republic of Vietnam and the Asian Development Bank, under the sub-loan contract No. LOAN NO.2916-VIE OCR loan from ADB on April 17, 2014 between the Ministry of Finance and Dak Lak Water Supply and Construction Investment One Member LLC and loan contract No. 25/2018/HDTD dated December 20, 2018 signed between the Company and Dak Lak Investment and Development Fund (note 5.17).

The Project Management Board was established under Decision No. 866/QD-UBND of Dak Lak Provincial People's Committee dated May 9, 2013 to implement the above Project, has its own seal, separate account and independent accounting with the Company. When there are work items under the project completed and put into use, the Company will receive the handover from the PMU and record an increase in fixed assets, deductible VAT, and at the same time record a decrease in other receivables with corresponding amount.

5.6 Inventories

	31/12/2024		01/01/2024	
	Amount VND	Provison VND	Amount VND	Provison VND
Raw materials	22,611,455,527	-	19,505,639,154	-
Tools & supplies	243,833,114	-	84,626,680	-
Work in process	2,142,071,529	-	2,095,102,089	-
Finished goods	635,747,173	-	-	-
Total	25,633,107,343	-	21,685,367,923	-

5.7 Long-term prepaid expenses

	31/12/2024	01/01/2024
	VND	VND
Tools and equipments	14,104,402,355	20,163,136,595
Repairs cost	1,405,595,756	205,909,996
Others	379,021,164	349,386,668
Total	15,889,019,275	20,718,433,259

5.8 Allowance for doubtful debt

5.8.1 Bad debt

	31/12/2024		01/01/2024	
	Principal balance	Recoverable value	Principal balance	Recoverable value
	VND	VND	VND	VND
Accounts receivable from customers	3,224,759,492	-	3,224,759,492	-
Development Center	219,584,000	-	219,584,000	-
People's Committee of Hoa Thang Comm	270,012,900	-	270,012,900	-
PMU of Ea Kar district	774,660,000	-	774,660,000	-
Board	378,830,000	-	378,830,000	-
Economic Office of Cu Mgar District	280,311,000	-	280,311,000	-
Bad debts (water bill from 2010)	1,138,908,862	-	1,138,908,862	-
Bad debts (water bill from 2006 -> 2010)	92,017,850	-	92,017,850	-
Bad debts (water bill from 2000 -> 2006)	70,434,880	-	70,434,880	-
Other receivable	1,487,540,099	-	1,487,540,099	-
Mr. Nguyen Viet Thanh	1,487,540,099	-	1,487,540,099	-
Total	4,712,299,591	-	4,712,299,591	-

5.8.2 The situation of fluctuations in provision for doubtful debt

	Short-term receivables, short-term loans	Long-term receivables, long-term loans	Total
	VND	VND	VND
As at 01/01/2024	4,712,299,591	-	4,712,299,591
Provisioning	-	-	-
As at 31/12/2024	4,712,299,591	-	4,712,299,591

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5.9 Tangible fixed assets

	Buildings and structures	Machinery and equipments	Motor vehicles	Equipment management	Total
	VND	VND	VND	VND	VND
Cost					
As at 01/01/2024	123,595,724,770	115,764,130,848	864,577,977,898	726,183,000	1,104,664,016,516
Additions	-	35,588,733,846	1,848,175,420	-	37,436,909,266
Basic construction completed	16,022,846,291	-	13,103,497,912	-	29,126,344,203
Liquidation, sale	-	-	(454,889,545)	-	(454,889,545)
As at 31/12/2024	139,618,571,061	151,352,864,694	879,074,761,685	726,183,000	1,170,772,380,440
Accumulated depreciation					
As at 01/01/2024	80,179,013,620	73,577,660,164	385,267,097,249	726,183,000	539,749,954,033
Depreciation	6,792,540,357	16,861,522,582	66,391,316,513	-	90,045,379,452
Thanh lý, nhượng bán	-	-	(454,889,545)	-	(454,889,545)
Phân loại lại	(10,410,369)	10,410,369	-	-	-
As at 31/12/2024	86,961,143,608	90,449,593,115	451,203,524,217	726,183,000	629,340,443,940
Residual value					
As at 01/01/2024	43,416,711,150	42,186,470,684	479,310,880,649	-	564,914,062,483
As at 31/12/2024	52,657,427,453	60,903,271,579	427,871,237,468	-	541,431,936,500

Historical cost of tangible fixed assets fully depreciated but still in use:

As at 01/01/2024	43,043,650,267	14,845,047,100	70,779,583,793	726,183,000	129,394,464,160
As at 31/12/2024	43,043,650,267	20,293,138,168	72,064,034,845	726,183,000	136,127,006,280

The remaining value of tangible fixed assets mortgaged as of December 31, 2024 is: VND 69,698,797,070 (as of December 31, 2023: VND 72,810,658,910).

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Form B 09 - DN**5.10 Intangible fixed assets**

	Software	Other intangible fixed assets	Total
	VND	VND	VND
Cost			
As at 01/01/2024	3,656,370,000	3,615,264,545	7,271,634,545
- Additions	70,000,000	-	70,000,000
As at 31/12/2024	3,726,370,000	3,615,264,545	7,341,634,545
Accumulated depreciation			
As at 01/01/2024	1,546,092,208	1,893,337,390	3,439,429,598
- Depreciation	522,258,744	486,147,396	1,008,406,140
As at 31/12/2024	2,068,350,952	2,379,484,786	4,447,835,738
Residual value			
As at 01/01/2024	2,110,277,792	1,721,927,155	3,832,204,947
As at 31/12/2024	1,658,019,048	1,235,779,759	2,893,798,807
Historical cost of intangible fixed assets fully depreciated but still in use:			
As at 01/01/2024	413,240,000	519,225,454	932,465,454
As at 31/12/2024	413,240,000	519,225,454	932,465,454

5.11 Construction in progress

	01/01/2024	Expenses incurred during the year	Transfer of increase in fixed assets	31/12/2024
	VND	VND	VND	VND
- Water Supply Project 3 Districts (EaKar - Buon Don - Krong Nang)	1,204,830,684	-	-	1,204,830,684
- Bottled water project: Factory wall frame Km14-QL26, EaTul Commune, BMT City	3,353,446,457	-	3,353,446,457	-
- Renovation and replacement of 300 cast iron pipeline along DN Tat Thanh (Chu V.An to Le T.Hong Gam), BMT City	1,427,423,469	246,606,944	1,674,030,413	-
- Relocation and repair of Phan Huy Chu CN pipeline (from km1+390-km1+600) and (km2+339-km3+754), BMT City	1,970,301,601	313,428,779	-	2,283,730,380
- Installing TB meter of Buon Ma Thuot Branch	-	1,867,786,601	1,867,786,601	-
- Bottled water project: Foundation, reinforced concrete embankment wall to block the ground, foundation beam & earth filling to level the factory floor Km14-QL26, EaTul Commune, BMT City	936,332,678	1,599,820,511	2,536,153,189	-
- Others	7,879,002,889	21,185,886,578	27,380,098,056	1,684,791,411
Total	16,771,337,778	25,213,529,413	36,811,514,716	5,173,352,475

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Form B 09 - DN**5.12 Payables to suppliers**

	31/12/2024		01/01/2024	
	Amount	Amount within repayment capcaity	Amount	Amount within repayment capcaity
	VND	VND	VND	VND
Payable to related parties	-	-	-	-
Payable to other parties	7,215,090,266	7,215,090,266	11,372,592,520	11,372,592,520
HAWACO Southern Joint Stock Company	1,661,709,999	1,661,709,999	4,361,709,999	4,361,709,999
Depreciation capital project management	1,558,001,433	1,558,001,433	1,558,001,433	1,558,001,433
Buon Ma Thuot Water Supply Co., Ltd	248,763,827	248,763,827	370,045,302	370,045,302
Northern Buon Ma Thuot Electricity	747,584,645	747,584,645	632,565,133	632,565,133
Binh An An Production Service Trading Co.,	327,268,131	327,268,131	677,268,131	677,268,131
Others	2,671,762,231	2,671,762,231	3,773,002,522	3,773,002,522
Total	7,215,090,266	7,215,090,266	11,372,592,520	11,372,592,520

5.13 Advances from customers

	31/12/2024		01/01/2024	
	Amount	Amount within repayment capcaity	Amount	Amount within repayment capcaity
	VND	VND	VND	VND
Short-term prepayments from related parties	-	-	-	-
Short-term prepayments from other customers	240,876,695	240,876,695	111,175,045	111,175,045
SeaGol . Technology Investment Co., Ltd	102,910,000	102,910,000	102,910,000	102,910,000
Others	137,966,695	137,966,695	8,265,045	8,265,045
Total	240,876,695	240,876,695	111,175,045	111,175,045

5.14 Taxes payable to State Treasury

	Amounts receivable - beginning VND	A mount to be paid - beginning VND	Payable VND	Paid VND	Amounts receivable - ending VND	A mount to be paid - ending VND
Value added tax	-	-	664,493,494	664,493,494	-	-
Corporate income tax	-	-	5,906,152,265	3,050,000,000	-	2,856,152,265
Personal income tax	-	19,565,957	168,643,008	169,937,043	-	18,271,922
Natural resources using tax	-	239,306,490	2,870,576,250	2,879,953,800	-	229,928,940
Land & housing tax, land rental charges	-	-	69,223,073	69,223,073	-	-
Other taxes	-	-	11,000,000	11,000,000	-	-
Fees, charges and other charges	-	1,850,425,095	25,556,935,764	25,212,284,422	-	2,195,076,437
Total	-	2,109,297,542	35,247,023,854	32,056,891,832	-	5,299,429,564

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Form B 09 - DN**5.15 Accrued expenses**

	31/12/2024	01/01/2024
	<u>VND</u>	<u>VND</u>
Interest expenses	1,976,282,526	2,036,778,000
Other expenses	788,580,131	192,691,410
Total	<u>2,764,862,657</u>	<u>2,229,469,410</u>

5.16 Other payables**5.16.1 Short-term other payables**

	31/12/2024		01/01/2024	
	Amount	Amount within repayment capcaity	Amount	Amount within repayment capcaity
	<u>VND</u>	<u>VND</u>	<u>VND</u>	<u>VND</u>
Union funds	24,952,158	24,952,158	12,033,845	12,033,845
Drainage fee payable	1,305,504,295	1,305,504,295	4,576,115,271	4,576,115,271
Specialized credit Vietnam Agreement X-	8,059,727,581	8,059,727,581	8,059,727,581	8,059,727,581
Payable to the State for equitization	2,497,465,174	2,497,465,174	2,497,465,174	2,497,465,174
Other payables	1,478,992,071	1,478,992,071	2,163,644,198	2,163,644,198
Total	<u>13,366,641,279</u>	<u>13,366,641,279</u>	<u>17,308,986,069</u>	<u>17,308,986,069</u>

5.16.2 Long-term other payables

	31/12/2024		01/01/2024	
	Amount	Amount within repayment capcaity	Amount	Amount within repayment capcaity
	<u>VND</u>	<u>VND</u>	<u>VND</u>	<u>VND</u>
Long-term deposits received (i)	1,755,799,343	1,755,799,343	1,310,887,947	1,310,887,947
Total	<u>1,755,799,343</u>	<u>1,755,799,343</u>	<u>1,310,887,947</u>	<u>1,310,887,947</u>

(i): are deposits of customers using clean water.

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5.17 Borrowings and finance lease

5.17.1 Short-term borrowings and finance lease

	31/12/2024		In year		01/01/2024	
	Amount	Amount within repayment capacity VND	Increase	Decrease	Exchange rate differences	Amount
	VND	VND	VND	VND	VND	VND
1> Short-term borrowings	19,819,430,396	19,819,430,396	69,732,994,996	69,913,564,600	-	20,000,000,000
Military Commercial Joint Stock Bank - Dak Lak Branch (i)	19,819,430,396	19,819,430,396	69,732,994,996	69,913,564,600	-	20,000,000,000
2> Long-term borrowings to maturity	29,188,172,586	29,188,172,586	29,188,172,586	29,029,957,178	-	27,901,887,026
Asian Development Bank (ii)	29,188,172,586	29,188,172,586	29,188,172,586	29,029,957,178	1,128,070,152	27,901,887,026
Total	49,007,602,982	49,007,602,982	98,921,167,582	98,943,521,778	1,128,070,152	47,901,887,026

5.17.2 Long-term borrowings and finance lease

	31/12/2024		In year		01/01/2024	
	Amount	Amount within repayment capacity VND	Increase	Decrease	Exchange rate differences	Amount
	VND	VND	VND	VND	VND	VND
1> Long-term borrowings	350,258,072,303	350,258,072,303	-	29,188,172,586	-	362,724,532,559
Asian Development Bank (ii)	350,258,072,303	350,258,072,303	-	29,188,172,586	16,721,712,330	362,724,532,559
Total	350,258,072,303	350,258,072,303	-	29,188,172,586	16,721,712,330	362,724,532,559



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(i) Details of contracts for borrowings and finance lease:

Loan contract	Loan duration	Rate	Line of credit	Principal balance as at December 31, 2024	Debts due within 12 months	Purpose	Secured property
SHORT-TERM							
Military Commercial Joint Stock Bank - Dak Lak Branch (i)							
Credit contract No. 205141.24.340.650519.TD dated May 8, 2024	According to each debt agreement, maximum 12 months	Preferential interest rate for 5 months from disbursement date is 6%/year, then adjusted according to reference interest rate + margin of 1.11%/year	VND 35 billion	19,819,430,396		The purpose of the loan is to supplement working capital to serve production and business activities of providing clean water	- The collateral for this loan under the Limit Contract and amendment documents are digital deposit contracts of Dak Lak Water Supply Joint Stock Company at Military Commercial Joint Stock Bank - Dak Lak Branch
LONG-TERM							
Asian Development Bank (ii)							
LOAN NO.2916-VIE borrowed from ADB on April 17, 2014	25 years	LIBOR (USD 6 months) + spread 0.4%/year + term fee 0.1%/year + re- lending fee 0.25%/year	USD 24,590,000	USD 14,850,543.81	USD 1,142,349.52	To implement the water supply project of Buon Ma Thuot city and 3 districts (Krong Nang, Ea Kar, Buon Don)	- Loans are secured by assets formed from borrowed capital
exchange:				379,446,244,889	46,189,271,779		
Total				399,265,675,285	46,189,271,779		

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5.18 Capital**5.18.1 The table of equity fluctuation**

	Capital	Undistributed profit after tax	Total
	VND	VND	VND
As at 01/01/2023	315,200,000,000	(18,614,894,436)	296,585,105,564
Profit in the previous year		15,137,016,968	15,137,016,968
As at 31/12/2022	<u>315,200,000,000</u>	<u>(3,477,877,468)</u>	<u>311,722,122,532</u>
As at 01/01/2024	315,200,000,000	(3,477,877,468)	311,722,122,532
Profit in the this year		50,963,244,400	50,963,244,400
As at 31/12/2024	<u>315,200,000,000</u>	<u>47,485,366,932</u>	<u>362,685,366,932</u>

5.18.2 Detailed owner's investment

	31/12/2024		01/01/2024	
	Amount	Ratio	Amount	Ratio
	VND	%	VND	%
People's Committee of Dak Lak Province	113,472,000,000	36.00%	113,472,000,000	36.00%
Pham Thuy Linh	78,181,000,000	24.80%	78,181,000,000	24.80%
Do Hoang Phuc	50,000,000,000	15.86%	50,000,000,000	15.86%
Do Hoang Phuong	58,352,000,000	18.51%	58,352,000,000	18.51%
Other shareholders	15,195,000,000	4.82%	15,195,000,000	4.82%
Total	<u>315,200,000,000</u>	<u>100%</u>	<u>315,200,000,000</u>	<u>100%</u>

5.18.3 Capital transactions with owners and distribution of dividends and profits

	Year 2024	Year 2023
	VND	VND
Owner's investment capital		
Capital contribution at the beginning of the year	315,200,000,000	315,200,000,000
Contributed capital increased during the year		-
Contributed capital decreased during the year		-
Year-end contributed capital	315,200,000,000	315,200,000,000
Dividends, distributed profits	-	-

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5.18.4 Shares

	31/12/2024	01/01/2024
	<i>Shares</i>	<i>Shares</i>
Number of share registered	31,520,000	31,520,000
Number of share public sold	31,520,000	31,520,000
Common shares	31,520,000	31,520,000
Preferred shares	-	-
Number of share repurchase	-	-
Number of shares in circulation	31,520,000	31,520,000
Common shares	31,520,000	31,520,000
Preferred shares	-	-
<i>Par value (VND/Share)</i>	<i>10,000</i>	<i>10,000</i>

6. ADDITIONAL INFORMATION FOR THE ITEMS IN THE INCOME STATEMENT**6.1 Gross sales of merchandise and services**

	Year 2024	Year 2023
	<i>VND</i>	<i>VND</i>
Revenue from providing clean water	262,923,924,771	208,189,789,131
Revenue from branch pipe operations and other service provision	23,085,339,788	19,810,309,925
Revenue from bottled water production and business	1,728,640,607	-
Total	287,737,905,166	228,000,099,056

6.2 Cost of goods sold

	Year 2024	Year 2023
	<i>VND</i>	<i>VND</i>
Cost of providing clean water	101,030,847,391	95,398,105,081
Cost of branch pipe operations and other service provision	15,924,747,693	14,357,239,487
Cost of bottled water production and business	4,722,754,906	-
Total	121,678,349,990	109,755,344,568

6.3 Financial income

	Year 2024	Year 2023
	<i>VND</i>	<i>VND</i>
Interest	278,794,302	272,777,075
Total	278,794,302	272,777,075

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Form B 09 - DN**6.4 Financial expenses**

	Year 2024	Year 2023
	<i>VND</i>	<i>VND</i>
Interest expense	27,116,282,739	26,146,680,944
Loss of realized exchange rate difference	1,128,070,152	5,282,313,555
Loss of unrealized exchange rate difference	16,721,712,330	5,398,559,233
Total	44,966,065,221	36,827,553,732

6.5 Selling expenses

	Year 2024	Year 2023
	<i>VND</i>	<i>VND</i>
Staff costs	4,508,477,275	4,823,309,466
Office supplies cost	54,871,295	28,706,093
Depreciation expenses	39,695,971,187	36,951,736,522
Outside service expenses	252,175,322	115,548,545
Other expenses	1,494,520,304	1,231,953,483
Total	46,006,015,383	43,151,254,109

6.6 General and administrative expenses

	Year 2024	Year 2023
	<i>VND</i>	<i>VND</i>
Staff costs	13,172,076,534	14,206,708,226
Office supplies cost	433,060,167	226,670,458
Depreciation expenses	4,345,946,388	4,164,814,589
Fees and duties	11,000,000	8,000,000
Contingency cost	-	348,738,496
Outside service expenses	1,728,116,429	1,588,700,233
Other expenses	3,883,640,811	3,270,696,935
Total	23,573,840,329	23,814,328,937

6.7 Other income

	Year 2024	Year 2023
	<i>VND</i>	<i>VND</i>
Profit from liquidation and sale of fixed assets	46,363,636	-
Fines obtained	55,721,788	262,992,754
Retained water environmental protection fee	4,872,725,938	-
Others	231,186,794	211,496,500
Total	5,205,998,156	474,489,254

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6.8 Other expenses

	Year 2024	Year 2023
	VND	VND
Others	41,283,424	3,950,911
Total	41,283,424	3,950,911

6.9 Current corporate income tax expenses

	Year 2024	Year 2023
	VND	VND
Profits before tax	56,869,396,665	15,137,016,968
Adjustments to accounting profit to determine taxable income	52,389,769	-
Incremental adjustments	52,389,769	-
Expenses are not deductible	52,389,769	-
Deduct non-taxable income	-	-
Carry forward tax losses	(2,549,249,946)	(15,137,016,968)
Total taxable income for the year	54,372,536,488	-
Taxable income at a tax rate of 10%	49,683,550,330	-
Taxable income at a tax rate of 20%	4,688,986,158	-
Corporate income tax	5,906,152,265	-
Corporate income tax at a tax rate of 10%	4,968,355,033	-
Corporate income tax at a tax rate of 20%	937,797,232	-
Corporate income tax exempted or reduced	-	-
Corporate income tax expense	5,906,152,265	-
Adjust the CIT expense of previous years to this year's current income tax expense	-	-
Corporate income tax expense	5,906,152,265	-

A deductible loss may be carried forward to the next period to offset against the taxable income of subsequent years, up to a maximum of 5 years from the time such loss is incurred. The loss tracking table carried forward for the following years is calculated as follows:

Year	Status	Tax losses	Hole used	Hole is overdue	Holes are also transferred	Expiration year
		VND	VND	VND	VND	VND
2019	Settlement	5,555,180,309	(5,555,180,309)	-	-	2024
2022	Not yet settled	14,877,406,107	(14,877,406,107)	-	-	2027

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Form B 09 - DN**6.10 Basic earnings per share**

	Year 2024	Year 2023
	VND	VND
Accounting profit after CIT	50,963,244,400	15,137,016,968
Profit or (loss) distributed to common shareholders (VND)	50,963,244,400	15,137,016,968
Weighted average number of common shares in the period (share)	31,520,000	31,520,000
Basic earnings per share (VND/share)	1,617	480

6.11 Diluted earnings per share

	Year 2024	Year 2023
	VND	VND
Accounting profit after CIT	50,963,244,400	15,137,016,968
Profit or (loss) distributed to common shareholders (VND)	50,963,244,400	15,137,016,968
Weighted average number of common shares in the period (share)	31,520,000	31,520,000
Number of ordinary shares expected to be issued	-	-
Diluted earnings per share (VND/share)	1,617	480

6.12 Production and business costs by factors

	Year 2024	Year 2023
	VND	VND
Staff costs	44,086,206,325	45,435,670,208
Raw material	34,940,604,148	34,708,049,237
Depreciation expenses	87,303,542,332	84,378,175,868
Fees and duties	11,000,000	8,000,000
Contingency cost	-	348,738,496
Outside purchasing service cost	3,140,253,901	2,864,210,928
Other cost	9,853,593,574	8,978,082,877
Total	179,335,200,280	176,720,927,614

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7. ADDITIONAL INFORMATION FOR THE ITEMS IN THE CASH FLOWS STATEMENT**7.1 Proceeds from borrowings**

	Year 2024 VND	Year 2023 VND
Proceeds from ordinary escrow borrowing	69,732,994,996	20,000,000,000
Total	69,732,994,996	20,000,000,000

7.2 Payments to settle loan principals

	Year 2024 VND	Year 2023 VND
Payment of loan principal according to ordinary escrow	98,943,521,778	46,234,870,503
Total	98,943,521,778	46,234,870,503

8. FINANCIAL INSTRUMENTS

The Company has financial assets such as loans, trade and other receivables, cash and short-term deposits arising directly from the Company's operations. The Company's financial liabilities mainly consist of loans, trade payables and other payables. The main purpose of these financial liabilities is to mobilize financial resources to serve the Company's operations. The Company's financial instruments:

	31/12/2024		Book value 01/01/2024	
	Amount VND	Provision VND	Amount VND	Provision VND
Financial assets				
Cash and cash equivalents	140,183,205,072	-	16,339,585,484	-
Trade receivables and Other receivables	39,882,037,374	(4,712,299,591)	84,710,051,608	(4,712,299,591)
Financial investment	5,250,000,000	-	3,000,000,000	-
Total	185,315,242,446	(4,712,299,591)	104,049,637,092	(4,712,299,591)

	31/12/2024 VND	Book value 01/01/2024 VND
Financial liabilities		
Loans and debts	399,265,675,285	410,626,419,585
Trade payables and Other payables	22,337,530,888	29,992,466,536
Accrued expenses	2,764,862,657	2,229,469,410
Total	424,368,068,830	442,848,355,531

The Company has not assessed the fair value of its financial assets and financial liabilities as at December 31, 2024 because Circular 210 and current regulations do not provide specific guidance on determining the fair value of financial assets and financial liabilities. Circular 210 requires the

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application of International Financial Reporting Standards on the presentation of financial statements and disclosure of information for financial instruments but does not provide equivalent guidance for the measurement and recognition of financial instruments, including the application of fair value, in order to comply with International Financial Reporting Standards.

Risk management is an indispensable function for the entire business operations of the Company. The Company has established a control system to ensure a reasonable balance between the cost of risks arising and the cost of risk management.

The Company is exposed to market risk, credit risk and liquidity risk.

The Board of Directors reviews and agrees to apply management policies for the above risks as follows:

i. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk includes: interest rate risk, commodity price risk and other price risk.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company's market risk due to changes in interest rates mainly relates to the Company's cash, short-term deposits and loans.

The Company manages interest rate risk by analyzing the competitive situation in the market to obtain an interest rate that is beneficial to the Company's purposes and remains within its risk management limits.

Commodity price risk

The company purchases raw materials and goods from domestic suppliers to serve production and business activities. Therefore, the Company will bear the risk from changes in the selling price of raw materials and goods. This risk will be managed by the Company by purchasing from a large number of different suppliers, as well as being flexible in negotiation.

ii. Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or transaction contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments.

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	Less than 1 year VND	From 1-5 years VND	More than 5 year VND	Total VND
Financial assets				
At 31/12/2024				
Cash and cash equivalents	140,183,205,072	-	-	140,183,205,072
Trade receivables and Other receivables	35,169,737,783	-	-	35,169,737,783
Financial investment	5,250,000,000	-	-	5,250,000,000
Total	180,602,942,855	-	-	180,602,942,855
At 01/01/2024				
Cash and cash equivalents	16,339,585,484	-	-	16,339,585,484
Trade receivables and Other receivables	4,844,922,620	-	-	4,844,922,620
Financial investment	3,000,000,000	-	-	3,000,000,000
Total	24,184,508,104	-	-	24,184,508,104

iii. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting its financial obligations due to lack of funds. The Company's liquidity risk arises primarily from the fact that its financial assets and financial liabilities have different maturities.

The Company mitigates liquidity risk by maintaining a level of cash and cash equivalents and borrowings that the Board of Management believes is adequate to finance the Company's operations and to mitigate the risk of fluctuations in cash flows.

The table below summarizes the maturity of the Company's financial liabilities based on expected payments under undiscounted contracts:

	Less than 1 year VND	From 1-5 years VND	More than 5 year VND	Total VND
Financial liabilities				
At 31/12/2024				
Loans and debts	49,007,602,982	350,258,072,303	-	399,265,675,285
Trade payables and Other payables	20,581,731,545	1,755,799,343	-	22,337,530,888
Accrued expenses	2,764,862,657	-	-	2,764,862,657
Total	72,354,197,184	352,013,871,646	-	424,368,068,830
At 01/01/2024				
Loans and debts	47,901,887,026	362,724,532,559	-	410,626,419,585
Trade payables and Other payables	28,681,578,589	1,310,887,947	-	29,992,466,536
Accrued expenses	2,229,469,410	-	-	2,229,469,410
Total	78,812,935,025	364,035,420,506	-	442,848,355,531

The Board of Management believes that the Company can generate sufficient sources of money to meet financial obligations when it falls due.

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Form B 09 - DN**9. OTHER INFORMATION****9.1 Transactions with related parties**

Related parties with the Company include: key management members, individuals related to key management members and other related parties.

9.1.1 Transactions and balances with key management members and individuals related to key management members

Key management members include: members of the Board of Directors and members of the Executive Board (Board of Directors, Chief Accountant). Individuals related to key management members are close family members of key management members.

Transactions with key management members and individuals related to key management members

The Company does not conduct sales and service provision transactions as well as other transactions with key management members and individuals related to key management members.

Income of key management members:

Full name	Position	Year 2024	Year 2023
		Salary, Bonus, remuneration	Salary, Bonus, remuneration
Do Hoang Phuc	Chairman of the Board of Directors	447,761,103	365,822,963
Do Hoang Phuong	Vice Chairman of the Board of Directors	172,000,000	120,000,000
Nguyen Cong Dinh	Member of the Board of Directors - Deputy General Manager	456,929,708	384,395,925
Nguyen Khac Dan	Member of the Board of Directors - General Manager	506,281,937	426,134,800
Pham Thi Linh	Member of the Board of	32,000,000	
Nguyen Hung	Deputy General Manager	472,846,375	399,032,078
Hoang Thi Thu Ha	Deputy General Manager	456,929,708	385,782,078
Le Dang Uyen Dan	Supervisory Board	32,916,667	25,000,000
Le Ban Khanh	Board of Supervisors Member (from April 24, 2024)	203,358,322	-
Nguyen Thi Thuy Hang	Chief Accountant (from June 19, 2023)	297,604,166	127,348,059
Total		3,078,627,986	2,233,515,903

9.1.2 Transactions and balances with other related parties

Other related parties to the Company include companies, jointly controlled entities, individuals with direct or indirect voting power in the Company and close members of their families, enterprises managed by key management personnel and individuals with direct or indirect voting power in the Company and close members of their families.

Transactions with other related parties

During the period, the Company entered into the following sales and service transactions and other transactions with other related parties:

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Related parties	Relationship	Transaction	Year 2024	Year 2023
			VND	VND
Global Food Import Export Business JSC	The company with a BOD member acting as Director	Selling bottled water	124,042,724	-
		Leasing a vehicle	240,000,000	-
Global Food Import Export Business JSC	The company with a BOD member acting as Director	Purchasing goods	170,625,000	-
Thang Loi Coffee JSC	The company with a BOD member acting as Director	Selling bottled water	10,379,402	-
		Purchasing goods	15,200,000	-

Liabilities with other related parties are presented in the notes to Section 5.

9.2 Department's report

The Company does not prepare segment reports because it does not satisfy one of the three conditions for preparing segment reports by business sector or geographical area as prescribed in Circular No. 20/2006/TT-BTC dated March 20, 2006 of the Ministry of Finance on guiding the implementation of 06 Accounting Standards issued under Decision No. 12/2005/QD-BTC dated February 15, 2005 of the Minister of Finance.

9.3 Contingent Liabilities

There are no potential liabilities arising from events that have occurred that could affect the information presented in the Financial Statements that the Company does not control or has not recorded.

9.4 Comparative figures

The comparative figures on the Balance Sheet, Income Statement and Statement of Cash Flows are derived from the figures in the Financial Statements for the year ended December 31, 2023 of the company has been audited by AFC Vietnam Auditing Company Limited - North Branch.

As at the date of these financial statements, the company has not yet been able to the cost of equitization and determine the value of the state capital to hand over to the joint stock company. Therefore, figures at the beginning balance may change after the Company is officially approved by the Management Authority.

9.5 Continuity Information

There have not been any events that have cast great doubt on the Company's ability to continue as a going concern and the Company has neither intention nor compulsion to cease operations or significantly reduce the size of its operations.

DAK LAK WATER SUPPLY JOINT STOCK COMPANY

339 Ton Duc Thang Street, Tan An Ward, Buon Ma Thuot City, Dak Lak Province

NOTES TO FINANCIAL STATEMENT

For the fiscal year ended December 31, 2024

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9.6 Events occurring after the balance sheet date

There have been no events occurring after the balance sheet date that require adjustment of amounts or disclosure in the Combined Financial Statements.



Do Hoang Phuc
Chairman
Dak Lak, Viet Nam
March 17, 2025


Nguyen Thi Thuy Hang
Chief accountant


Nong Be Duy
Preparer

