

## **FINANCIAL STATEMENTS**

*For the reporting period from January 1, 2025 to March 31, 2025*

**HUE WATER SUPPLY JOINT STOCK COMPANY**



**BALANCE SHEET**

As at March 31, 2025

Unit: VND

ASSETS	Code	Notes	Mar 31, 2025	Jan 01, 2025
<b>A. SHORT-TERM ASSETS</b>	<b>100</b>		<b>500,658,189,525</b>	<b>468,368,679,618</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>V.01</b>	<b>178,231,307,807</b>	<b>141,063,076,907</b>
1. Cash	111		53,231,307,807	21,063,076,907
2. Cash equivalents	112		125,000,000,000	120,000,000,000
<b>II. Short-term financial investments</b>	<b>120</b>	<b>V.02</b>	<b>81,234,158,534</b>	<b>81,162,254,424</b>
1. Trading securities	121		-	-
2. securities	122		-	-
3. Held-to-maturity investments	123		81,234,158,534	81,162,254,424
<b>III. Short-term receivables</b>	<b>130</b>		<b>162,013,998,520</b>	<b>161,812,852,988</b>
1. Short-term trade receivables	131	V.03	42,338,526,113	44,141,016,232
2. Short-term prepayments to suppliers	132	V.04	116,204,405,634	110,866,176,442
3. Short-term receivables from related parties	133		-	-
4. Receivables from construction contract	134		-	-
5. Receivables from short-term loans	135		-	-
6. Other short-term receivables	136	V.05	4,080,917,913	7,415,511,454
7. Short-term allowances for doubtful debts	137		(609,851,140)	(609,851,140)
8. Shortage of assets awaiting resolution	139		-	-
<b>IV. Inventories</b>	<b>140</b>	<b>V.06</b>	<b>53,573,276,270</b>	<b>57,937,053,083</b>
1. Inventories	141		53,573,276,270	57,937,053,083
2. Allowances for decline in value of inventories	149		-	-
<b>V. Other short-term assets</b>	<b>150</b>		<b>25,605,448,394</b>	<b>26,393,442,216</b>
1. Short-term prepaid expenses	151		1,033,112,644	1,593,096,740
2. Deductible VAT	152		18,048,916,696	22,657,492,901
3. Tax and other receivables from the State budget	153	V.14	6,523,419,054	2,142,852,575
4. Trading Government bonds	154		-	-
5. Other short-term assets	155		-	-

**BALANCE SHEET**

As at March 31, 2025

Unit: VND

ASSETS	Code	Notes	Mar 31, 2025	Jan 01, 2025
<b>B. LONG-TERM ASSETS</b>	<b>200</b>		<b>1,497,273,888,711</b>	<b>1,524,264,889,409</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>174,024,000</b>	<b>174,024,000</b>
1. Long-term trade receivables	211		-	-
2. Long-term advances to suppliers	212		-	-
3. Working capital from subunits	213		-	-
4. Long-term receivables from related parties	214		-	-
5. Long-term loan receivables	215		-	-
6. Other long-term receivables	216		174,024,000	174,024,000
7. Long-term allowances for doubtful debts	219		-	-
<b>II. Fixed assets</b>	<b>220</b>		<b>1,276,833,354,513</b>	<b>1,313,442,001,427</b>
1. Tangible fixed assets	221	V.08	1,274,928,734,806	1,311,403,044,778
- Historical costs	222		3,442,842,450,477	3,441,250,288,609
- Accumulated depreciation	223		(2,167,913,715,671)	(2,129,847,243,831)
2. Finance lease assets	224		-	-
- Historical costs	225		-	-
- Accumulated depreciation	226		-	-
3. Intangible fixed assets	227	V.09	1,904,619,707	2,038,956,649
- Historical costs	228		7,482,231,222	7,482,231,222
- Accumulated depreciation	229		(5,577,611,515)	(5,443,274,573)
<b>III. Investment properties</b>	<b>230</b>		-	-
- Historical costs	231		-	-
- Accumulated depreciation	232		-	-
<b>IV. Long-term assets in progress</b>	<b>240</b>		<b>204,863,816,121</b>	<b>193,456,640,974</b>
1. Long-term work in progress	241		-	-
2. Construction in progress	242	V.07	204,863,816,121	193,456,640,974
<b>V. Long-term financial investments</b>	<b>250</b>		-	-
1. Investments in subsidiaries	251		-	-
2. Investment in joint ventures and associates	252		-	-
3. Equity investments in other entities	253		-	-
4. Provision for long-term financial investments	254		-	-
5. Held-to-maturity investments	255		-	-
<b>VI. Other long-term assets</b>	<b>260</b>		<b>15,402,694,077</b>	<b>17,192,223,008</b>
1. Long-term prepaid expenses	261	V.10	15,402,694,077	17,192,223,008
2. Deferred tax assets	262		-	-
3. Long-term equipment, materials and spare parts	263		-	-
4. Other long-term assets	268		-	-
<b>TOTAL ASSETS</b>	<b>270</b>		<b>1,997,932,078,236</b>	<b>1,992,633,569,027</b>

**BALANCE SHEET**

As at March 31, 2025

Unit: VND

RESOURCES	Code	Notes	Mar 31, 2025	Jan 01, 2025
<b>C. LIABILITIES</b>	<b>300</b>		<b>844,011,468,659</b>	<b>872,735,100,567</b>
<b>I. Short-term liabilities</b>	<b>310</b>		<b>240,999,187,835</b>	<b>265,770,299,743</b>
1. Short-term trade payables	311	V.11	18,423,937,258	27,454,623,326
2. Short-term prepayments from customers	312	V.12	10,216,634,039	10,466,490,072
3. Taxes and other payables to the State budget	313	V.14	4,182,863,099	4,922,585,304
4. Payables to employees	314	V.13	15,678,229,000	23,795,368,500
5. Short-term accrued expenses	315		3,102,191,983	5,236,732,340
6. Short-term payables to related parties	316		-	-
7. Payables from construction contract	317		-	-
8. Short-term unearned revenue	318		-	-
9. Other short-term payables	319	V.15	113,818,319,141	113,185,678,659
10. liabilities	320		60,349,728,702	60,349,728,702
11. Short-term provision for payables	321	V.17	12,189,127,400	10,425,157,900
12. Bonus and welfare fund	322		3,038,157,213	9,933,934,940
13. Stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
<b>II. Long-term liabilities</b>	<b>330</b>		<b>603,012,280,824</b>	<b>606,964,800,824</b>
1. Long-term trade payables	331		-	-
2. Long-term advance to customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Intercompany payables for business capital	334		-	-
5. Long-term payables to related parties	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337	V.15	6,122,785,000	6,075,305,000
8. Long-term borrowings and finance lease liabilities	338	V.16	596,889,495,824	600,889,495,824
9. Convertible bond	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax payables	341		-	-
12. Long-term provision for payables	342		-	-
13. Science and technology development fund	343		-	-

These statements should be read in conjunction with the Notes to the Financial Statement



## BALANCE SHEET

As at March 31, 2025

Unit: VND


RESOURCES	Code	Notes	Mar 31, 2025	Jan 01, 2025
<b>D. OWNERS' EQUITY</b>	<b>400</b>		<b>1,153,920,609,577</b>	<b>1,119,898,468,460</b>
<b>I. Owners' equity</b>	<b>410</b>	<b>V.18</b>	<b>1,153,920,609,577</b>	<b>1,119,898,468,460</b>
1. Contributed capital	411		876,000,000,000	876,000,000,000
2. Capital surplus	412		-	-
3. Conversion options on convertible bonds	413		-	-
4. Other equity	414		-	-
5. Treasury stocks	415		(2,170,000,000)	(2,170,000,000)
6. Revaluation differences on asset	416		-	-
7. Foreign exchange differences	417		-	-
8. Development and investment funds	418		69,396,571,063	69,396,571,063
9. Enterprise reorganization assistance fund	419		-	-
10. Other equity funds	420		-	-
11. Undistributed profit after tax	421		210,694,038,514	176,671,897,397
Undistributed profit after tax brought forward	421a		176,671,897,397	176,671,897,397
Undistributed profit after tax for the current year	421b		34,022,141,117	-
12. Construction investment fund	422		-	-
<b>II. Funding sources and other funds</b>	<b>430</b>		<b>-</b>	<b>-</b>
1. Funding sources	431		-	-
2. Funds used for fixed asset acquisition	432		-	-
<b>TOTAL RESOURCES</b>	<b>440</b>		<b>1,997,932,078,236</b>	<b>1,992,633,569,027</b>

PREPARER



Nguyen Hung Hai

CHIEF ACCOUNTANT



Vuong Dinh Nam

CHAIRMAN OF BOD




Le Quang Minh

HUE WATER SUPPLY JOINT STOCK COMPANY

Form B02-DN

INCOME STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

ITEMS	Code	Notes	First quarter		Cumulative year-to-date through the end of this quarter	
			Current year	Previous year	Current year	Previous year
1. Revenues from sales and services rendered	01	VI.1	146,270,085,362	145,329,672,645	146,270,085,362	145,329,672,645
2. Revenue deductions	02		-	-	-	-
3. Net revenues from sales and services rendered	10	VI.2	146,270,085,362	145,329,672,645	146,270,085,362	145,329,672,645
4. Costs of goods sold	11	VI.3	88,835,317,924	88,959,860,698	88,835,317,924	88,959,860,698
5. Gross revenues from sales and services rendered (20 = 10 - 11)	20		57,434,767,438	56,369,811,947	57,434,767,438	56,369,811,947
6. Financial income	21	VI.4	520,016,496	702,757,603	520,016,496	702,757,603
7. Financial expenses	22	VI.5	1,209,978,204	1,348,044,522	1,209,978,204	1,348,044,522
In which: Interest expenses	23		1,209,978,204	1,348,044,522	1,209,978,204	1,348,044,522
8. Selling expenses	25	VI.6	3,635,318,190	3,904,745,488	3,635,318,190	3,904,745,488
9. General administration expenses	26	VI.6	14,866,818,651	13,407,241,061	14,866,818,651	13,407,241,061
10. Net profit from operating activity (30 = 20 + (21 - 22) - (25 + 26))	30		38,242,668,889	38,412,538,479	38,242,668,889	38,412,538,479
11. Other income	31	VI.7	228,266,993	1,272,636	228,266,993	1,272,636
12. Other expenses	32	VI.8	271,035,513	256,034,273	271,035,513	256,034,273
13. Other profit (40 = 31 - 32)	40		(42,768,520)	(254,761,637)	(42,768,520)	(254,761,637)
14. Total net profit before tax (50 = 30 + 40)	50		38,199,900,369	38,157,776,842	38,199,900,369	38,157,776,842
15. Current corporate income tax expenses	51	VI.10	4,177,759,252	4,182,471,171	4,177,759,252	4,182,471,171
16. Deferred corporate income tax expenses	52		-	-	-	-
17. Profits after corporate income tax (60 = 50 - 51 - 52)	60		34,022,141,117	33,975,305,671	34,022,141,117	33,975,305,671
18. Basic earnings per share	70		389	389	389	389
19. Diluted earnings per share	71		389	389	389	389

PREPARER

Nguyen Hung Hai

CHIEF ACCOUNTANT

Vuong Dinh Nam

Hue City, April 14, 2025

CHAIRMAN OF BOD

CÔNG TY CỔ PHẦN

CẤP QUỐC

HUE

Q. THUAN HOA - THANH PHU

Le Quang Minh



## STATEMENT OF CASH FLOWS

(Indirect method)

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

ITEMS	Code	Notes	First quarter 2025	First quarter 2024
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>1. Profit before tax</b>	<b>01</b>		<b>38,199,900,369</b>	<b>38,157,776,842</b>
<b>2. Adjustments for :</b>				
- Depreciation of fixed assets and investment properties	02	V.7	38,200,808,782	38,980,681,043
- Provisions	03		1,763,969,500	4,664,962,731
- Gains (losses) on exchange rate differences from revaluation of accounts derived from foreign currencies	04		-	-
- Gains (losses) on investing activities	05		(520,016,496)	(702,757,603)
- Interest expense	06	VI.5	1,209,978,204	1,348,044,522
- Other adjustments	07		-	-
<b>3. Operating profit before changes in working capital</b>	<b>08</b>		<b>78,854,640,359</b>	<b>82,448,707,535</b>
- Increase (+), decrease (-) in receivables	09		(1,438,985,122)	(13,654,739,119)
- Increase (+), decrease (-) in inventories	10		4,363,776,813	(211,257,296)
- Increase (+), decrease (-) in payables (exclusive of interest payables, enterprise income tax payables)	11		(19,681,873,727)	(25,527,562,917)
- Increase (+), decrease (-) in prepaid expenses	12		2,349,513,027	231,928,783
- Increase (+), decrease (-) in trading securities	13		-	-
- Interest paid	14		(1,297,687,410)	(3,869,250,001)
- Corporate income tax paid	15	V.12	(4,000,000,000)	(3,000,000,000)
- Other income from business activities	16		-	-
- Other payments on operating activities	17		(6,895,777,727)	(6,205,053,657)
<b>Net cash flows from operating activities</b>	<b>20</b>		<b>52,253,606,213</b>	<b>30,212,773,328</b>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Expenditures on purchase and construction of fixed				
1. assets and long-term assets	21		(12,999,337,015)	(20,645,309,727)
Proceeds from disposal or transfer of fixed assets and				
2. other long-term assets	22		-	-
Expenditures on loans and purchase of debt instruments				
3. from other entities	23		(71,904,110)	-
Proceeds from lending or repurchase of debt instruments				
4. from other entities	24		-	-
5. Expenditures on equity investments in other entities	25		-	-
6. Proceeds from equity investment in other entities	26		-	-
7. Proceeds from interests, dividends and distributed profits	27	VI.4	1,985,865,812	3,223,963,082
<b>Net cash flows from investing activities</b>	<b>30</b>		<b>(11,085,375,313)</b>	<b>(17,421,346,645)</b>

## STATEMENT OF CASH FLOWS

(Indirect method)

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

ITEMS	Code	Notes	First quarter 2025	First quarter 2024
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from issuance of shares and receipt of				
1. contributed capital	31		-	-
Repayment of contributed capital and repurchase of				
2. stock issued	32		-	-
3. Proceeds from borrowings	33	VII.1	-	11,543,025,941
4. Repayment of principal	34	VII.2	(4,000,000,000)	(4,840,000,000)
5. Principal repayments of finance leases	35		-	-
6. Dividends and profits paid to owners	36		-	-
Net cash flows from financing activities	40		(4,000,000,000)	6,703,025,941
Net cash flows during the fiscal year (50 = 20+ 30 + 40)	50		37,168,230,900	19,494,452,624
Cash and cash equivalents at the beginning of fiscal year	60		141,063,076,907	138,286,608,368
Effect of exchange rate fluctuations	61		-	-
Cash and cash equivalents at the end of fiscal year (70 = 50+60+61)	70	V.1	178,231,307,807	157,781,060,992

PREPARER



Nguyen Hung Hai

CHIEF ACCOUNTANT



Vuong Dinh Nam

CHAIRMAN OF BOD

Hue City, April 14, 2025



Le Quang Minh



**NOTES TO THE FINANCIAL STATEMENT***For the reporting period from January 1, 2025 to March 31, 2025**Unit: VND***I. NATURE OF OPERATIONS****1. General information:**

Thua Thien Hue Construction and Water Supply State-owned One-Member Limited Liability Company, formerly known as Thua Thien Hue Water Supply Company, was established under Decision No. 878/QD-UBND dated December 16, 1992, issued by the Chairman of the People's Committee of Thua Thien Hue Province.

On November 22, 2005, the People's Committee of Thua Thien Hue Province issued Decision No. 3979/QD-UBND regarding the conversion of Thua Thien Hue Water Supply Company into Thua Thien Hue Construction and Water Supply State-owned One-Member Limited Liability Company.

The Company officially converted into Thua Thien Hue Water Supply Joint Stock Company under Decision No. 3226/QD-UBND dated December 15, 2016, issued by the People's Committee of Thua Thien Hue Province regarding the conversion of Thua Thien Hue Construction and Water Supply State-owned One-Member Limited Liability Company into a Joint Stock Company.

The Company operates under Enterprise Registration Certificate No. 3300101491, issued by the Department of Planning and Investment of Thua Thien Hue Province on December 27, 2005, with the 5th amendment made on December 24, 2021, regarding the change of the Company's legal representative, with the 6th amendment made on January 3, 2025, regarding the change of the Company's name and address.

**2. Forms of ownership: Joint Stock Company****3. Principal Scope of Business: Water Supply.****4. Operating activities:**

- Water collection, treatment and supply. Details: Producing and trading clean water.
- Producing non-alcoholic beverages, mineral water. Details: Producing purified bottled water, Linh Chi water.
- Wholesale of beverages. Details: Trading in purified water bottled; trading in alkaline Ionized water.
- Manufacture of other metal products are not classified elsewhere. Details: Manufacture of machinery, supplies, and equipment for the water industry.
- Wholesale of machinery, equipment, and other machine parts. Details: Business of mechanical processing products, machinery, materials, and equipment for the water industry.
- Other professional, scientific, and technological activities are not classified elsewhere. Details: Investment project formulation for urban and rural drainage works.
- Architectural activities and related technical consultancy. Details:
  - + Design of urban and rural water supply and drainage works.
  - + Consultancy for civil, industrial, and technical infrastructure projects.
  - + Design of civil, industrial, and technical infrastructure projects.
  - + Consultancy for the transfer of techniques to reduce non-revenue water.
  - + Consultancy for the transfer of water treatment technology.
  - + Consultancy for the transfer of information technology applications in the water supply sector.
- Construction of other civil engineering works. Details: Construction of urban and rural water supply works. Construction of civil, industrial, and technical infrastructure works.
- Management consultancy activities. Details: Consultancy for urban and rural water supply and drainage works. Consultancy and transfer of safe water supply techniques.
- Manufacture of building materials from clay. Details: Manufacture of building materials.
- Wholesale of other building materials and installation equipment. Details: building materials trading.



**NOTES TO THE FINANCIAL STATEMENT***For the reporting period from January 1, 2025 to March 31, 2025**Unit: VND***4. Operating activities (cont'd)**

- Rental of machinery, equipment, and other tangible goods. Details: Rental of machinery and equipment for the construction of water supply and drainage works.
- Information technology services and other services related to computers. Details: Development of information technology in the water supply and drainage sector.
- Other manufacturing is not classified elsewhere. Details: Manufacture of water treatment technology.
- Technical inspection and analysis. Details: Quality and reliability testing of cold water meters.

**5. Normal production and business operating cycle**

The Company's normal production and business cycle is 12 months, following the normal fiscal year from January 1st to December 31st.

**6. The characteristics of the Company's operations in the fiscal year have an impact on the Financial Statements:**

Non.

**7. Total number of employees as of March 31, 2025: 510 employees. (As of March 31, 2024: 512 employees)****8. A declaration regarding the Financial Statement information's comparability**

The selection of figures and information to be presented in the financial statements is carried out under the principle of ensuring comparability between corresponding accounting periods.

**II. THE FISCAL YEAR, THE CURRENCY USED IN ACCOUNTING****1. The fiscal year**

The Company's annual fiscal year starts on January 1 and ends on December 31.

**2. The currency used in accounting**

Vietnamese Dong (VND) is used as the currency for accounting records.

**III. APPLICABLE ACCOUNTING STANDARDS AND SYSTEM****1. Applicable Accounting Regime**

The Company applied the Vietnamese corporate accounting regime, which was guided under Circular No. 200/2014/TT-BTC dated 22/12/2014, which replaces the Accounting System for enterprises issued under Decision No. 15/2006/QĐ-BTC dated March 20, 2006, by the Minister of Finance and Circular No. 244/2009/TT-BTC dated December 31, 2009, of the Ministry of Finance.

**2. Declaration of compliance with accounting standards and regime**

We have performed the accounting work to prepare and present the financial statements under Vietnamese Accounting Standards, the Vietnamese Accounting Regime for enterprises, and relevant legal regulations. The financial statements have been presented fairly and accurately, reflecting the financial position, results of operations, and cash flow of the Company.

The selection of figures and information to be disclosed in the Notes to the Financial Statements is carried out based on the materiality principle stipulated in Vietnamese Accounting Standard No. 21 "Presentation of Financial Statements".

## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## IV. APPLICABLE ACCOUNTING POLICIES

## 1. Cash and cash equivalents recognition principle

Cash comprises cash on hand, cash in banks

**Cash equivalents** include term deposits and short-term investments with an original maturity of no more than 3 months at the date of purchase, readily convertible to known amounts of cash, and subject to an insignificant risk of changes in value

## 2. Financial investments accounting principle

**Held-to-maturity investments accounting principle**

Held-to-maturity investments include term deposits with banks.

Held-to-maturity investments are initially stated at historical cost, which includes the purchase price and expenses associated with the purchase of investments.

## 3. Recognition principle of trade receivables and other receivables:

**Receivables recognition principle:** at cost less allowance for doubtful debts.

The classification of receivables as trade receivables and other receivables depends on the nature of the transaction or the relationship between the Company and the party from whom the receivable is due.

**Method for allowances for doubtful debts:** Allowances for doubtful debts are estimated for the impaired value of receivables and investments held to maturity with similar characteristics to overdue receivables, or not yet overdue but may be uncollectible due to the debtor's inability to pay, such as in cases of bankruptcy, liquidation procedures, disappearance, or absconding,...

## 4. Recognition principle of inventories :

**Recognition principle of inventories:** Inventory is recognized at cost less (-) allowances for impairment and provisions for obsolete or deteriorated inventory

**Inventories' cost is determined that:**

- Materials, goods: included purchase cost, transportation costs and other directly related cost occurred to recognize inventories' cost at the current place and status

- Finished goods: include direct materials, direct labor, and general costs allocated based on the cost of direct materials.

- Work-in-progress costs: include direct materials, direct labor, and general costs incurred during the project execution.

**Inventory valuation method:** Weighted average cost.

**Inventory accounting:** Perpetual inventory method.

**Allowances for inventories method:** Allowance for decline in inventories was created when net realizable value was lower than historical cost. Net realizable value is determined by taking the 'estimated selling price' of inventories in the regular course of business minus 'estimated cost for inventories completions and consumptions'. The allowance for decline in inventories is the difference between the cost of inventory and its net realizable value. The provision is made for each inventory item where the cost exceeds its net realizable value.



**NOTES TO THE FINANCIAL STATEMENT***For the reporting period from January 1, 2025 to March 31, 2025**Unit: VND***5. Principles for the recognition and depreciation of fixed assets:****5.1 Recognition principle of tangible fixed assets:**

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

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

*Procurement of tangible fixed assets*

The cost of fixed assets includes the purchase price (less (-) trade discounts or reductions), taxes (excluding refundable taxes), and any directly attributable costs to bring the asset into a condition ready for use, such as installation costs, testing costs, expert fees, and other directly related costs.

Fixed assets acquired through construction investment under a contracting method are valued at the final settlement price of the construction project, including any directly related costs and registration fees (if any).

For fixed assets such as buildings and structures attached to land use rights, the value of land use rights is determined separately and recognized as intangible fixed assets.

*Self-constructed or self-made tangible fixed assets*

The historical cost of tangible fixed assets constructed or manufactured internally is the actual cost of constructing or manufacturing the assets, plus (+) installation and trial run expenses. In cases where the Company uses its own produced goods to convert into fixed assets, the historical cost is the production cost of those goods, plus (+) direct costs related to bringing the assets to a ready-for-use condition. In all such cases, any internal profits are excluded from the historical cost of the assets.

*Tangible fixed assets increased from other sources*

The cost of tangible fixed assets sponsored or donated is initially recognized at their initial fair value. If not recognized at initial fair value, the Company records them at nominal value, plus (+) direct costs related to bringing the assets to a ready-for-use condition.

**5.2 Fixed assets depreciation method**

Fixed assets are depreciated on a straight-line method, based on the estimated useful life of the assets. The estimated useful life is the period during which the asset is expected to contribute to business operations.

*The estimated useful lives of fixed assets are specified as follows:*

<i>Buildings and structures</i>	<i>8-30 years</i>
<i>Machinery and equipment</i>	<i>4-10 years</i>
<i>Transportation and transmission vehicles</i>	<i>7-21 years</i>
<i>Office equipment</i>	<i>4-10 years</i>

**6. Recognition principle of prepaid expenses**

Prepaid expenses at the Company include actual costs incurred that relate to the results of business operations over multiple accounting periods. The Company's prepaid expenses consist of the following: Goodwill, costs of tools and equipment awaiting allocation, and other related expenses.



**NOTES TO THE FINANCIAL STATEMENT***For the reporting period from January 1, 2025 to March 31, 2025**Unit: VND***6. Recognition principle of prepaid expenses (cont'd)**

The method of allocating prepaid expenses: prepaid expenses are calculated and allocated to business operating expenses for each period using the straight-line method. Based on the nature and extent of each type of expense, the allocation period is as follows: long-term prepaid expenses are allocated over a period ranging from 12 to 36 months.

**7. Recognition principle of liabilities**

Liabilities are recorded at cost and not less than the payment obligation.

The Company classifies payables into accounts payable to suppliers and other payables, depending on the nature of the transaction or the relationship between the Company and the payable party.

Payables are monitored in detail based on the repayment period, the payable party, the type of currency payable (including the revaluation of payables that meet the definition of items derived from foreign currencies), and other factors based on the Company's management requirements.

At the time of preparing the Financial Statements, the Company recognizes a liability immediately when there is evidence indicating that a loss is likely to occur, in accordance with the prudence principle.

**8. Recognition principle of loans and finance lease liabilities**

The value of loans is recognized as the total amount borrowed from banks, financial institutions, and other parties (excluding loans in the form of bond issuance or preferred stock issuance with a mandatory redemption clause by the issuer at a specified time in the future).

Finance lease liabilities are recognized as the total amount payable, calculated based on the present value of the minimum lease payments or the fair value of the leased asset.

Loans and finance lease liabilities are monitored in detail by the lender, the debtor, each loan agreement, and each type of borrowed asset.

**9. The recognition and capitalization principle for borrowing costs:**

**The principle for recognizing borrowing costs:** Interest expenses and other costs directly associated with the Company's borrowings are recognized as production and business expenses for the period unless these costs arise from borrowings directly related to the construction or production of unfinished assets, in which case they are included in the asset's value (capitalized) when the conditions specified in Accounting Standard No. 16 "Borrowing Costs" are met.

**10. The recognition principle of provisions:**

**A provision for liabilities is only recognized when the following conditions are met:** The Company has a present obligation (legal or constructive obligation) as a result of a past event; an outflow of economic benefits will probably be required to settle the obligation; and a reliable estimate can be made of the value of the obligation.

**The recorded value of a provision for liabilities** is the best reasonably estimated value of the amount of money that will be required to settle the present obligation at the accounting period end date.

The Company's provisions for liabilities include provisions for capital utilization commitment fees



**NOTES TO THE FINANCIAL STATEMENT***For the reporting period from January 1, 2025 to March 31, 2025**Unit: VND***11. Principles and methods of Revenue and Other income recognition****Principles and methods of recognition of Revenue from sales of goods**

Revenue from sales of merchandise is recognized when the following conditions are simultaneously met as follow: 1. The Company transferred the significant risks and rewards associated with ownership of the product or goods to the buyer; 2. The Company no longer holds the right to manage the goods as the owner, or the right to control the goods; 3. Revenue is determined with relative certainty. Suppose the contract stipulates that the buyer is entitled to return the products, and goods purchased under specific conditions. In that case, revenue is recognized only when these specific conditions no longer exist. The buyer is not entitled to return the products and goods (except where the customer has the right to return the goods in the form of return for other goods and services); 4. The Company has or will gain economic benefits from the good sale transaction; 5. Determine the costs related to the goods sale transaction.

**Principles and methods of recognition of Revenue from services rendered**

Revenue from service rendered is recognized when the outcome of the transaction can be reliably determined. In cases where the service contract spans multiple periods, revenue is recognized for the period based on the results of the work completed on the date of the Balance Sheet of that period. Revenue from service provision is recognized when all four (4) conditions are simultaneously met: 1. Revenue is determined with relative certainty. When the contract stipulates that the buyer has the right to return the purchased service under specific conditions, the enterprise shall only recognize revenue when those specific conditions no longer exist and the buyer no longer has the right to return the service provided; 2. The Company has received or will receive economic benefits from the service transaction; 3. The portion of the work completed as of the Balance Sheet date can be determined; 4. The costs incurred for the transaction and the costs to complete the service provision can be reliably estimated.

If the outcome of the contract cannot be determined with certainty, revenue will only be recognized to the extent of costs recorded that are expected to be recoverable.

**Principles and methods of Revenue from construction contracts recognition**

**Revenue from construction contracts includes:** the initial revenue recognized in the contract; and any increases or decreases during the execution of the contract, as well as bonuses and other payments if these amounts have the potential to change the revenue and can be reliably estimated. The revenue of a construction contract is determined by the fair value of amounts that have been received or will be received. The determination of revenue for the contract is influenced by various uncertain factors, as they depend on future events. Estimates often need to be revised when these events occur and the uncertainties are resolved. Therefore, revenue from the contract may increase or decrease in each period.

**Principles and methods of Financial income recognition**

Financial income reflects revenue from interest income.

Revenue arising from interest earnings is recognized when both of the following conditions are simultaneously met: 1. Economic benefits will probably be received from the transaction; 2. Revenue is determined relatively reliably.

- Interest earnings are recognized on an accrual basis, using the effective interest rate for each period.

When it is uncollectible to recover an amount previously recorded as revenue, the amount that is likely to be unrecoverable or uncertainly recoverable must be accounted for as an expense incurred in the period, not as a reduction in revenue.

**12. Principles and methods of Costs of goods sold recognition**

The cost of goods sold reflects the cost of products, services, and the production cost of construction products (for construction companies selling during the period). The cost of goods sold is recognized at the time the transaction occurs or when it is reasonably certain that it will occur in the future, regardless of whether payment has been made. The cost of goods sold and revenue are recognized simultaneously under the matching principle.



## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 13. Principles and methods of Financial expenses recognition

**Financial expenses include:** borrowing and lending expenses.

Financial expenses are recognized in detail for each type of cost when they reality occur during the period and can be reliably determined when there is sufficient evidence of these expenses.

## 14. Principles and methods of current corporate income tax expense recognition

Corporate income tax expenses include current income tax expenses and deferred income tax expenses incurred during the year, which serve as the basis for determining the Company's after-tax business results for the current fiscal year.

Current corporate income tax expenses are calculated based on the taxable income for the year and the applicable corporate income tax rate.

## 14. Principles and methods of current corporate income tax expense recognition (cont'd)

Taxes payable to the state budget will be finalized with the tax authorities. The difference between the tax payable per the books and the finalization check figures will be adjusted upon receiving the official settlement from the tax authorities. The Company has been inspected for tax finalization through 2016.

The tax policy for the Company in the current year is as follows: a corporate income tax rate of 10% on taxable income from clean water production activities and 20% on taxable income from other activities. The Company has been audited by the State Audit Region II for the year 2020; Thua Thien Hue Provincial Inspectorate inspected in 2019, 2020, and 2021; and the State Audit Region II audit 2023.

## V. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE BALANCE SHEET

## 1. Cash and cash equivalents

	Mar 31, 2025	Jan 01, 2025
<b>Cash</b>	<b>53,231,307,807</b>	<b>21,063,076,907</b>
Cash in hand	41,234,657	45,025,948
Cash in banks	53,190,073,150	21,018,050,959
<b>Cash equivalents</b>	<b>125,000,000,000</b>	<b>120,000,000,000</b>
<b>1-month term deposits</b>	<b>85,000,000,000</b>	<b>80,000,000,000</b>
- Joint Stock Commercial Bank for Investment and Development, Hue Branch	-	-
- Vietnam Maritime Commercial Joint Stock Bank - Hue Branch	15,000,000,000	10,000,000,000
- Joint Stock Commercial Bank For Foreign Trade Of Vietnam - Hue Branch	10,000,000,000	15,000,000,000
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Hue Branch	10,000,000,000	10,000,000,000
- Vietnam Joint Stock Commercial Bank for Industry and Trade - The Southern Hue Branch	20,000,000,000	20,000,000,000
- Vietnam Bank for Agriculture and Rural Development - Hue City Branch	15,000,000,000	15,000,000,000
- Vietnam Bank for Agriculture and Rural Development - The Southern Huong River Branch	15,000,000,000	10,000,000,000
<b>3-months term deposits</b>	<b>40,000,000,000</b>	<b>40,000,000,000</b>
- Joint Stock Commercial Bank for Investment and Development of Viet Nam - Hue Branch	-	-
- Vietnam Maritime Commercial Joint Stock Bank - Hue Branch	10,000,000,000	10,000,000,000
- Joint Stock Commercial Bank For Foreign Trade Of Vietnam - Hue Branch	20,000,000,000	20,000,000,000
- Vietnam Bank for Agriculture and Rural Development - The Southern Huong River Branch	10,000,000,000	10,000,000,000
<b>Total</b>	<b>178,231,307,807</b>	<b>141,063,076,907</b>

These statements should be read in conjunction with the Notes to the Financial Statement

## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 2. Financial investments

	Mar 31, 2025	Jan 01, 2025
<b>Held-to-maturity investments</b>		
More than 3 months to 1 year term deposits	81,234,158,534	81,162,254,424
- Joint Stock Commercial Bank for Investment and Development of Viet Nam - Hue Branch	30,000,000,000	30,000,000,000
- Joint Stock Commercial Bank for Investment and Development of Viet Nam - Phu Xuan Branch	25,000,000,000	25,000,000,000
- Bank for Social Policies of Hue City	5,071,904,110	5,000,000,000
- Vietnam Bank for Agriculture and Rural Development - Hue City Branch	10,000,000,000	10,000,000,000
- Saigon-Hanoi Commercial Joint Stock Bank - Hue Branch	11,162,254,424	11,162,254,424
<b>Total</b>	<b>81,234,158,534</b>	<b>81,162,254,424</b>

## 3. Trade receivables

	Mar 31, 2025		Jan 01, 2025	
	Amount	Allowance	Amount	Allowance
<b>Short-term</b>	<b>42,338,526,113</b>	<b>(609,851,140)</b>	<b>44,141,016,232</b>	<b>(609,851,140)</b>
Domestic customers	42,338,526,113	(609,851,140)	44,141,016,232	(609,851,140)
- Water receivables	28,375,015,553	(609,851,140)	29,520,398,320	(609,851,140)
- Other customers	13,963,510,560	-	14,620,617,912	-
<b>Total</b>	<b>42,338,526,113</b>	<b>(609,851,140)</b>	<b>44,141,016,232</b>	<b>(609,851,140)</b>

## 4. Short-term prepayments to suppliers

	Mar 31, 2025		Jan 01, 2025	
	Amount	Allowance	Amount	Allowance
Domestic suppliers	116,204,405,634	-	110,866,176,442	-
TNG Investment and Construction JSC.	102,306,364,317	-	102,240,495,219	-
- Other suppliers	13,898,041,317	-	8,625,681,223	-
<b>Total</b>	<b>116,204,405,634</b>	<b>-</b>	<b>110,866,176,442</b>	<b>-</b>

## 5. Other short-term receivables

	Mar 31, 2025		Jan 01, 2025	
	Amount	Allowance	Amount	Allowance
Advances receivable	148,953,639	-	92,310,000	-
Others	3,931,964,274	-	7,323,201,454	-
<b>Total</b>	<b>4,080,917,913</b>	<b>-</b>	<b>7,415,511,454</b>	<b>-</b>

These statements should be read in conjunction with the Notes to the Financial Statement



## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 6. Inventories

	Mar 31, 2025		Jan 01, 2025	
	Historical cost	Allowance	Historical cost	Allowance
Raw materials	44,629,931,478	-	45,247,892,947	-
Tools and supplies	5,274,584,596	-	7,368,335,818	-
Work-in-progress	3,239,960,205	-	5,203,812,123	-
Finished goods	428,799,991	-	117,012,195	-
<b>Total</b>	<b>53,573,276,270</b>	<b>-</b>	<b>57,937,053,083</b>	<b>-</b>

- Value of stagnant, inferior, lose-quality inventory with no ability to be sold at year-end: None.
- Reasons and actions taken for stagnant, inferior, lose-quality inventory: None.
- Value of inventory for collateral, mortgaged to ensure the debt at year-end: None.
- Reasons for additional provisions or reversal of allowances for devaluation inventories: None.

## 7. Long-term assets in progress

	Mar 31, 2025		Jan 01, 2025	
	Amount	Allowance	Amount	Allowance
Construction in progress	204,863,816,121	-	193,456,640,974	-
Cost of new investments in main pipelines, branch pipelines, and constructions serving the water supply system	204,863,816,121	-	193,456,640,974	-
<b>Total</b>	<b>204,863,816,121</b>	<b>-</b>	<b>193,456,640,974</b>	<b>-</b>

(\*) Reasons for not being completed within a normal production and business cycle: involves significant value extending over several years



## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 8. Tangible fixed assets

Items	Buildings and Architecture	Machinery and equipment	Means of transportation & transmitters	Office equipment	Total
<b>Historical cost</b>					
Balance as of January 01, 2025	479,758,735,998	287,286,431,357	2,664,091,052,451	10,114,068,803	3,441,250,288,609
Increasing in the period	74,400,000	1,478,083,000	-	30,500,000	1,582,983,000
Completed construction	-	138,178,868	-	-	138,178,868
Other increase	-	-	-	-	-
Liquidation and sale	-	-	-	-	-
Other decrease	-	129,000,000	-	-	129,000,000
Balance as of March 31, 2025	479,833,135,998	288,773,693,225	2,664,091,052,451	10,144,568,803	3,442,842,450,477
<b>Accumulated depreciation</b>					
Balance as of January 01, 2025	195,368,142,587	162,346,286,576	1,763,604,863,224	8,527,951,444	2,129,847,243,831
Depreciation for the period	4,283,565,070	5,752,089,112	27,927,579,071	107,538,587	38,070,771,840
Liquidation and sale	-	-	-	-	-
Other decrease	-	4,300,000	-	-	4,300,000
Balance as of March 31, 2025	199,651,707,657	168,094,075,688	1,791,532,442,295	8,635,490,031	2,167,913,715,671
<b>Residual value</b>					
Balance as of January 01, 2025	284,390,593,411	124,940,144,781	900,486,189,227	1,586,117,359	1,311,403,044,778
Balance as of March 31, 2025	280,181,428,341	120,679,617,537	872,558,610,156	1,509,078,772	1,274,928,734,806

\* The historical cost of fixed assets awaiting disposal at year-end: none.

\* Commitments related to the purchase or sale of tangible fixed assets of significant value in the future: none.

\* Other changes in tangible fixed assets: none.

## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 9. Intangible fixed assets

	Softwares	Total
<b>Historical cost</b>		
Balance as of January 1, 2025	7,482,231,222	7,482,231,222
Increase due to reclassification	-	-
Increase during the year	-	-
Balance as of March 31, 2025	7,482,231,222	7,482,231,222
<b>Accumulated depreciation</b>		
Balance as of January 1, 2025	5,443,274,573	5,443,274,573
Depreciation during the year	134,336,942	134,336,942
Increase due to reclassification	-	-
Balance as of March 31, 2025	5,577,611,515	5,577,611,515
<b>Residual value</b>		
Balance as of January 1, 2025	2,038,956,649	2,038,956,649
Balance as of March 31, 2025	1,904,619,707	1,904,619,707

\* The residual value of the intangible fixed asset used as mortgage or pledge to secure the loan: VND 0

\* Cost of fixed assets fully depreciated but still in use at year-end: VND 0

\* The historical cost of fixed assets at year-end pending liquidation : VND 0.

\* Commitments regarding the purchase or sale of tangible fixed assets with significant value in the future: None

\* Other changes in tangible fixed assets: None

## 10. Prepaid expenses

	Mar 31, 2025	Jan 01, 2025
<b>Short-term prepaid expenses</b>		
Tools and supplies awaiting allocation	1,033,112,644	1,593,096,740
<b>Total</b>	1,033,112,644	1,593,096,740
<b>Long-term prepaid expenses</b>		
Bach Ma water bottle shell costs	3,971,793,384	3,824,506,794
Other long-term prepaid expenses	11,430,900,693	13,367,716,214
<b>Total</b>	15,402,694,077	17,192,223,008

## 11. Trade payables

	Mar 31, 2025		Jan 01, 2025	
	Amount	Amount that can be paid	Amount	Amount that can be paid
<b>Short-term</b>				
Dometic suppliers	18,423,937,258	18,423,937,258	27,454,623,326	27,454,623,326
<b>Total</b>	18,423,937,258	18,423,937,258	27,454,623,326	27,454,623,326

## 12. Short-term prepayments from customers

	Mar 31, 2025	Jan 01, 2025
<b>Short-term</b>	10,216,634,039	10,466,490,072
Dometic customers	10,216,634,039	10,466,490,072
<b>Total</b>	10,216,634,039	10,466,490,072

## 13. Payables to employees

	Mar 31, 2025	Jan 01, 2025
Payables to employees	15,678,229,000	23,795,368,500
<b>Total</b>	15,678,229,000	23,795,368,500

## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 14. Taxes and other payables to State budget

Items	Opening balance		Payable during the period	Paid amounts during the period	Closing balance	
	Receivables	Payables			Receivables	Payables
Value added tax	2,142,852,575	0	0	0	2,142,852,575	0
Corporate income tax	0	419,991,799	4,177,759,252	4,000,000,000	0	597,751,051
Personal income tax	0	1,357,176,541	-250,797,550	5,486,945,470	4,380,566,479	0
Natural resource tax	0	296,016,431	500,988,810	481,961,640	0	315,043,601
Land tax and land rent	0	0	0	0	0	0
Other taxes	0	0	0	0	0	0
Fees, charges and others	0	2,849,400,533	8,936,202,789	8,515,534,875	0	3,270,068,447
<b>Total</b>	<b>2,142,852,575</b>	<b>4,922,585,304</b>	<b>13,364,153,301</b>	<b>18,484,441,985</b>	<b>6,523,419,054</b>	<b>4,182,863,099</b>



## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 15. Short-term accrued expenses

Accrued expenses

Total

Mar 31, 2025

Jan 01, 2025

3,102,191,983

5,236,732,340

3,102,191,983

5,236,732,340

## 16. Other payables

## a. Short-term

Union fee

Short-term deposit received (water charges)

Other payables

Assets recorded as liabilities to the People's Committee of Hue City (\*)

Payable to the People's Committee of Hue City (\*\*)

Payable for asset leaseback (\*\*\*)

Payable for construction works

Payable to the Inspectorate of Hue City

Payable dividends

Other payables

## b. Long-term

Long-term deposit received (bottle shells)

Other payables

Assets recorded as liabilities to the People's Committee of Hue City (\*)

Total

Mar 31, 2025

Jan 01, 2025

113,818,319,141

113,185,678,659

172,387,914

102,127

4,786,677,399

4,673,014,182

108,859,253,828

108,512,562,350

17,610,831,352

17,610,831,352

5,362,592,831

5,362,592,831

303,587,000

-

84,413,384,542

84,413,384,542

-

-

-

-

1,168,858,103

1,125,753,625

6,122,785,000

6,075,305,000

6,122,785,000

6,075,305,000

-

-

-

-

119,941,104,141

119,260,983,659

## c. Other payables to related parties

Assets recorded as liabilities to the People's Committee of Hue City

Other payable to the People's Committee of Hue City

Total

17,610,831,352

17,610,831,352

5,362,592,831

5,362,592,831

22,973,424,183

22,973,424,183

(\*) The value of assets recovered by the State for the Joint Stock Company received in debts under Decision No. 1929/QĐ-UBND dated August 18, 2016, is VND 184,203,002,679, and under Decision No. 3499/QĐ-UBND dated December 31, 2016, of the Provincial People's Committee of Thua Thien Hue (currently known as People's Committee of Hue City) is VND 35,315,624,746. The remaining value of assets managed by the Company but not yet transferred to the receiving unit is VND 132,154,643. As of March 31, 2025, the Company has repaid the People's Committee of Hue City a total of VND 201,907,796,073. The remaining balance as of March 31, 2024, is VND 17,610,831,352.

(\*\*) This represents the additional asset value after verification approval of settlement by the Department of Finance, which the Company is using, and the capital investment for construction projects provided by the Department of Finance to pay for the construction projects that the Company must repay to the People's Committee of Hue City.

## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 16. Other payables (cont'd)

Mar 31, 2025

Jan 01, 2025

## c. Other payables to related parties (cont'd)

(\*\*\*) Payable for asset lease in 2017 to the Provincial People's Committee (currently known as People's Committee of Hue City) under Decision No. 1929/QĐ-UBND dated August 18, 2016, and the Minutes of the financial mechanism agreement when the Joint Stock Company for Water Supply of Thua Thien Hue leases back State assets on April 13, 2018. According to Decision No. 946/QĐ-UBND dated April 8, 2024, by the Provincial People's Committee of Thua Thien Hue regarding the recovery of leased assets, specifically the Da Vien clean water plant construction, and Decision No. 2162/QĐ-UBND dated August 12, 2024, on the adjustment of the lease asset value starting from April 9, 2024.

+ Increase in assets compared to the 2017 final settlement value of the Department of Finance

3,373,254,821

3,373,254,821

+ Carried forward capital investment for construction projects to debt-acknowledge

1,036,366,332

1,036,366,332

+ Capital contributions from the public to the Huong Binh Water Supply System

294,918,866

294,918,866

+ Received debt capital source to pay the budget of Huong Van Ward water supply system

658,052,812

658,052,812

## 17. Borrowings and finance lease liabilities

Mar 31, 2025

Jan 01, 2025

	Amount	Amount that can be paid	Amount	Amount that can be paid
<b>a. Long-term debt is due for payment</b>	<b>60,349,728,702</b>	<b>60,349,728,702</b>	<b>60,349,728,702</b>	<b>60,349,728,702</b>
Bank loan	60,349,728,702	60,349,728,702	60,349,728,702	60,349,728,702
Joint Stock Commercial Bank For Foreign Trade Of Vietnam - Hue Branch	16,000,000,000	16,000,000,000	16,000,000,000	16,000,000,000
The Asian Development Bank - USD	44,349,728,702	44,349,728,702	44,349,728,702	44,349,728,702
<b>b. Long-term loans</b>	<b>596,889,495,824</b>	<b>596,889,495,824</b>	<b>600,889,495,824</b>	<b>600,889,495,824</b>
Bank loans	64,692,752,159	64,692,752,159	68,692,752,159	68,692,752,159
Joint Stock Commercial Bank For Foreign Trade Of Vietnam - Hue Branch	64,692,752,159	64,692,752,159	68,692,752,159	68,692,752,159
Others (*)	532,196,743,665	532,196,743,665	532,196,743,665	532,196,743,665
The Asian Development Bank - USD	532,196,743,665	532,196,743,665	551,025,981,574	551,025,981,574
<b>Total</b>	<b>657,239,224,526</b>	<b>657,239,224,526</b>	<b>661,239,224,526</b>	<b>661,239,224,526</b>

## 18. Provision for liabilities

Mar 31, 2025

Jan 01, 2025

## Short-term

Provision for accrued expenses

9,186,250,000

-

Provision for salaries

3,002,877,400

10,425,157,900

Total

12,189,127,400

10,425,157,900



## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 19. Owner's equity

## a. Statement of changes in owners' equity

Items	Contributed capital	Treasury shares	Investment and development fund	Undistributed profit after tax	Total
Balance as of Jan 01, 2024	876,000,000,000	(2,170,000,000)	45,882,968,592	169,594,399,972	1,089,307,368,564
- Increase during the year	-	-	23,513,602,471	134,985,705,896	158,499,308,367
- Decrease during the year				(127,908,208,471)	(127,908,208,471)
Balance as of Dec 31, 2024	876,000,000,000	(2,170,000,000)	69,396,571,063	176,671,897,397	1,119,898,468,460
Balance as of Jan 01, 2025	876,000,000,000	(2,170,000,000)	69,396,571,063	176,671,897,397	1,119,898,468,460
- Increase during the period	-	-	-	34,022,141,117	34,022,141,117
- Decrease during the period	-	-	-	-	-
Balance as of Dec 31, 2024	876,000,000,000	(2,170,000,000)	69,396,571,063	210,694,038,514	1,153,920,609,577

These statements should be read in conjunction with the Notes to the Financial Statement



## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 19. Owner's equity (cont'd)

## b. Details of investment capital

	Equity contribution ratio %	Mar 31, 2025	Jan 01, 2025
People's Committee of Hue City (formerly known as People's Committee of Thua Thien Hue Province)	70.01	613,300,000,000	613,300,000,000
Truong Phuoc Tue	2.78	24,395,000,000	55,000,000,000
Other Shareholder's Equity	26.96	236,135,000,000	205,530,000,000
Treasury Shares	0.25	2,170,000,000	2,170,000,000
<b>Total</b>	<b>100</b>	<b>876,000,000,000</b>	<b>876,000,000,000</b>

## c. Capital transactions with owners and dividend, profit distribution

## Owner's Equity

Capital contribution at the beginning of the period

Capital contribution at the end of the period

## Dividends and profits distributed

	First quarter 2025	First quarter 2024
Owner's Equity	876,000,000,000	876,000,000,000
Capital contribution at the beginning of the period	876,000,000,000	876,000,000,000
Capital contribution at the end of the period	876,000,000,000	876,000,000,000
Dividends and profits distributed	-	-

## d. Dividend

Dividends declared after the end of the financial year

Dividends declared on ordinary shares

	First quarter 2025	First quarter 2024
Dividends declared after the end of the financial year	Not yet declared	Not yet declared

## d. Shares

The number of shares registered for issuance

The number of shares issued

Ordinary shares

The number of re-purchased shares

Ordinary shares

The number of outstanding shares

Ordinary shares

Outstanding shares's face value: VND/share.

	Mar 31, 2025	Jan 01, 2025
The number of shares registered for issuance	87,600,000	87,600,000
The number of shares issued	87,600,000	87,600,000
Ordinary shares	87,600,000	87,600,000
The number of re-purchased shares	217,000	217,000
Ordinary shares	217,000	217,000
The number of outstanding shares	87,383,000	87,383,000
Ordinary shares	87,383,000	87,383,000
Outstanding shares's face value: VND/share.	10,000	10,000

## 20. Off-Balance Sheet accounts

Leased Assets:

Value of leased assets (\*)

Total

	First quarter 2025	First quarter 2024
Leased Assets:		
Value of leased assets (*)	8,882,664,513	33,390,711,884
<b>Total</b>	<b>8,882,664,513</b>	<b>33,390,711,884</b>

## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 20. Off-Balance Sheet accounts (cont'd)

(\*) This represents State assets recovered and leased to the Joint Stock Company under Decision No. 1929/QĐ-UBND dated August 18, 2016, issued by the People's Committee of Thua Thien Hue Province. As per the minutes of consensus on the financial mechanism when leasing back State assets to Thua Thien Hue Water Supply Joint Stock Company dated April 13, 2018: The lease period is effective from January 1, 2017. Annual rental payable: VND 1,832,513,314. According to Decision No. 946/QĐ-UBND dated April 8, 2024, of the People's Committee of Thua Thien Hue Province regarding the repossession of leased assets (the Da Vien Clean Water Plant Construction) and Decision No. 2162/QĐ-UBND dated August 12, 2024, regarding the adjustment of the leased asset value as of April 9, 2024 is: VND 8,882,664,513. Annual rental payable: VND 1,214,348,000.

## VI. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE INCOME STATEMENTS

<b>1. Revenues from sales and services rendered</b>	<b>First quarter 2025</b>	<b>First quarter 2024</b>
Revenues from sales and services rendered	146,270,085,362	145,329,672,645
<b>Total</b>	<b>146,270,085,362</b>	<b>145,329,672,645</b>
<b>2. Net revenues from sales and services rendered</b>	<b>First quarter 2025</b>	<b>First quarter 2024</b>
Net revenues from sales and services rendered	146,270,085,362	145,329,672,645
<b>Total</b>	<b>146,270,085,362</b>	<b>145,329,672,645</b>
<b>3. Costs of goods sold</b>	<b>First quarter 2025</b>	<b>First quarter 2024</b>
Costs of goods sold	88,835,317,924	88,959,860,698
<b>Total</b>	<b>88,835,317,924</b>	<b>88,959,860,698</b>
<b>4. Financial income</b>	<b>First quarter 2025</b>	<b>First quarter 2024</b>
Deposits interest	520,016,496	702,757,603
Gains on exchange rate differences	-	-
<b>Total</b>	<b>520,016,496</b>	<b>702,757,603</b>
<b>5. Financial expenses</b>	<b>First quarter 2025</b>	<b>First quarter 2024</b>
Loan interest	1,209,978,204	1,348,044,522
Losses on exchange rate differences	-	-
Realized exchange rate losses due to revaluation	-	-
<b>Total</b>	<b>1,209,978,204</b>	<b>1,348,044,522</b>
<b>6. Selling expenses and General administration expenses</b>	<b>First quarter 2025</b>	<b>First quarter 2024</b>
<b>a. Selling expenses</b>	<b>3,635,318,190</b>	<b>3,904,745,488</b>
<b>Total</b>	<b>3,635,318,190</b>	<b>3,904,745,488</b>
<b>b. General administration expenses</b>	<b>14,866,818,651</b>	<b>13,407,241,061</b>
<b>Total</b>	<b>14,866,818,651</b>	<b>13,407,241,061</b>



## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## 7 Other income

Other income

Total

First quarter 2025

228,266,993

228,266,993

First quarter 2024

1,272,636

1,272,636

## 8 Other expenses

Depreciation of fixed assets for vegetable and melon activities due to cessation of manufacturing

Other expenses

Total

First quarter 2025

129,810,510

141,225,003

271,035,513

First quarter 2024

129,810,510

126,223,763

256,034,273

## 9 Current corporate income tax expenses

## 1. Total accounting profits before tax

First quarter 2025

38,199,900,369

First quarter 2024

38,157,776,842

## 2. Adjustments to increase or decrease accounting profit for determining taxable income for corporate income tax purposes:

Increasing adjustment

+ Depreciation of fixed assets for vegetable and melon activities due to

+ Expenses were not accounted for the correct period

+ Other improper expenses

Decreasing adjustment

300,719,922

300,719,922

129,810,510

126,223,763

44,685,649

-

305,880,490

305,880,490

129,810,510

126,223,763

49,846,217

-

## 3. Current year taxable income (1+2)

Current year taxable income at 10% tax rate

Current year taxable income at 20% tax rate

38,500,620,291

35,223,648,065

3,276,972,226

38,463,657,332

35,102,602,950

3,361,054,382

## 4. Current corporate income tax rate

Corporate income tax rate of 10%

Corporate income tax rate of 20%

10%

20%

10%

20%

## 5. Current corporate income tax expenses

4,177,759,252

4,182,471,171

## NOTES TO THE FINANCIAL STATEMENT

For the reporting period from January 1, 2025 to March 31, 2025

Unit: VND

## VIII. OTHER INFORMATION

## 1. Contingent liabilities, commitments, and other financial information

There have been no contingent liabilities or commitments arising since the end of the fiscal year that require adjustments or disclosures in the Financial Statements.

## 2. Subsequent events

There have been no significant events since the end of the fiscal year that require adjustments or disclosures in the Financial Statements.

## 3. Information on the going concern: The Company will carry on with its operations in the future.

PREPARER



Nguyen Hung Hai

CHIEF ACCOUNTANT



Vuong Dinh Nam

CHAIRMAN OF BOD

Hue City, April 14, 2025



Le Quang Minh