

**SAIGON WATER INFRASTRUCTURE CORPORATIONS**  
**CONSOLIDATED FINANCIAL STATEMENT**  
**QUARTER 1 OF 2025**

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**THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

On March 31<sup>st</sup>, 2025

FORM B 01-DN/HN


Currency: VND

ASSETS	Code	Notes	31/03/2025	01/01/2025
<b>A. CURRENT ASSETS</b>	<b>100</b>		<b>1.066.696.363.463</b>	<b>962.675.756.268</b>
<b>I. Cash and Cash equivalents</b>	<b>110</b>	<b>5.1</b>	<b>257.712.363.875</b>	<b>294.546.348.789</b>
1. Cash	111		128.222.363.875	257.879.111.118
2. Cash equivalents	112		129.490.000.000	36.667.237.671
<b>II. Short term investments</b>	<b>120</b>		<b>5.900.000.000</b>	<b>16.270.000.000</b>
1. Held-to-maturity investments	123	5.2	5.900.000.000	16.270.000.000
<b>III. Accounts receivable – short term</b>	<b>130</b>		<b>755.456.548.937</b>	<b>602.538.176.204</b>
1. Short-term trade accounts receivable	131	5.3	19.247.235.115	19.629.737.999
2. Short-term prepayments to suppliers	132	5.4	1.224.728.060	2.193.884.871
3. Short-term lending	135	5.4a	770.161.134.593	620.661.134.593
4. Other receivables	136	5.5	40.353.915.445	35.584.126.933
5. Provision for short term doubtful debts (*)	137	5.6	(75.530.464.276)	(75.530.708.192)
<b>IV. Inventories</b>	<b>140</b>		<b>16.193.706.665</b>	<b>16.569.739.861</b>
1. Inventories	141	5.7	16.193.706.665	16.569.739.861
<b>V. Other current assets</b>	<b>150</b>		<b>31.433.743.986</b>	<b>32.751.491.414</b>
1. Short-term prepaid expenses	151	5.8	1.987.871.227	3.254.941.231
2. Value added tax to be reclaimed	152		8.494.683.515	8.570.830.408
3. Taxes and amounts receivable from the State budget	153	5.9	9.791.723.459	9.766.253.990
5. Other current asset	155		11.159.465.785	11.159.465.785
<b>B. NON-CURRENT ASSETS</b>	<b>200</b>		<b>1.727.779.386.125</b>	<b>1.889.058.133.530</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>39.115.000.000</b>	<b>39.110.000.000</b>
1. Long-term prepayments to suppliers	212	5.4	100.000.000	100.000.000
2. Other long-term receivables	216	5.5	39.015.000.000	39.010.000.000
<b>II. Fixed assets</b>	<b>220</b>		<b>1.645.720.496.777</b>	<b>1.664.351.525.939</b>
1. Tangible fixed assets	221	5.10	1.644.639.720.366	1.662.003.710.601
- Historical costs	222		2.647.830.108.328	2.640.801.649.797
- Accumulated depreciation	223		(1.003.190.387.962)	(978.797.939.196)
2. Intangible fixed assets	227	5.11	1.080.776.411	2.347.815.338
- Historical costs	228		4.823.572.271	6.031.923.271
- Accumulated depreciation	229		(3.742.795.860)	(3.684.107.933)
<b>III. Long-term in progress assets</b>	<b>240</b>		<b>1.113.288.793</b>	<b>1.363.914.744</b>
1. Long-term construction in progress	242	5.12	1.113.288.793	1.363.914.744
<b>IV. Long-term investments</b>	<b>250</b>	<b>5.13</b>	<b>-</b>	<b>143.153.395.000</b>
2. Other long-term investments	253	5.13	-	143.153.395.000
<b>V. Other non current assets</b>	<b>260</b>		<b>41.830.600.555</b>	<b>41.079.297.847</b>
1. Long-term prepaid expenses	261	5.8	9.552.561.153	7.515.176.651
3. Long-term substituted tools, supplies and spare parts	263		4.496.122.754	4.503.902.095
4. Goodwill	269	5.15	27.781.916.648	29.060.219.101
<b>TOTAL ASSETS (270 = 100 + 200)</b>	<b>270</b>		<b>2.794.475.749.588</b>	<b>2.851.733.889.798</b>

**THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
(CONT)  
On March 31<sup>st</sup>, 2025


FORM B 01-DN/HN  
Currency: VND

RESOURCES	Code	Notes	31/03/2025	01/01/2025
<b>C. LIABILITIES</b>	<b>300</b>		<b>1.365.753.377.133</b>	<b>1.373.124.721.603</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>360.210.663.564</b>	<b>360.131.835.092</b>
1. Trade accounts payable	311	5.16	29.517.703.121	30.028.978.009
2. Short-term advances from customers	312	5.20	2.035.503.317	1.441.795.013
3. Taxes and amounts payable to State budget	313	5.9	2.711.753.606	4.745.087.534
4. Payables to employees	314		3.010.439.215	3.493.678.901
5. Accrued expenses payable	315	5.17	9.741.849.988	11.246.861.923
6. Other short-term payables	319	5.18	17.573.677.564	13.473.266.369
7. Short-term borrowings and finance lease obligations	320	5.19	295.289.122.463	295.330.118.853
8. Bonus and welfare fund	322		330.614.290	372.048.490
<b>II. Long term borrowings and debts</b>	<b>330</b>		<b>1.005.542.713.569</b>	<b>1.012.992.886.511</b>
3. Long-term accrued expenses payable	333		43.360.770.062	41.727.969.317
7. Other long-term payables	337		494.607.231.876	492.690.205.563
1. Long-term borrowings and finance lease obligations	338	5.19	454.151.606.012	465.151.606.012
2. Deferred tax liabilities	341	5.14	13.423.105.619	13.423.105.619
<b>D. OWNER'S' EQUITY</b>	<b>400</b>		<b>1.428.722.372.455</b>	<b>1.478.609.168.195</b>
<b>I. Capital sources and funds</b>	<b>410</b>	<b>5.22</b>	<b>1.428.722.372.455</b>	<b>1.478.609.168.195</b>
1. Paid-in capital	411		645.221.040.000	645.221.040.000
- Common shares	411a		645.221.040.000	645.221.040.000
2. Share premium	412		161.811.551.600	161.811.551.600
4. Investment and development funds	418		17.226.971.088	17.226.971.088
6. Retained earnings	421		498.270.873.692	549.707.636.593
- Prior years retained earnings	421a		549.707.636.593	5.098.435.217
- Current year retained earnings	421b		(51.436.762.901)	544.609.201.376
7. Non-controlling interests	429		106.191.936.075	104.641.968.914
<b>TOTAL OWNER'S EQUITY</b>	<b>440</b>		<b>2.794.475.749.588</b>	<b>2.851.733.889.798</b>

  
Nguyễn Thị Thanh Bình  
Preparer  
On April 21<sup>st</sup>, 2025

  
Ho Thi Xuan  
Chief Accountant



  
Nguyễn Thị Hồng Hạnh  
Deputy General Manager



**THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
On the period from January 1<sup>st</sup>, 2025 to March 31<sup>st</sup>, 2025

FORM: B 02-DN/HN  
Currency: VND

ITEMS	Code	Notes	QUARTER 1		Accumulated from January 1st to March 31th	
			Year 2025	Year 2024	Year 2025	Year 2024
1. Gross sales	01	VI.1	69.709.770.282	63.678.540.988	69.709.770.282	63.678.540.988
3. Net sales (10 = 01-02)	10		69.709.770.282	63.678.540.988	69.709.770.282	63.678.540.988
4. Cost of sales	11	VI.2	65.996.859.456	58.674.334.467	65.996.859.456	58.674.334.467
5. Gross margin/(loss) (20 = 10 - 11)	20		3.712.910.826	5.004.206.521	3.712.910.826	5.004.206.521
6. Income from financial activities	21	VI.3	16.721.943.670	15.786.938.394	16.721.943.670	15.786.938.394
7. Expenses from financial activities	22	VI.4	56.808.302.227	20.250.527.449	56.808.302.227	20.250.527.449
Including: interest expense	23		16.317.744.958	20.244.835.849	16.317.744.958	20.244.835.849
8. Share of profit (loss) from associates	24		-	6.540.584.945	-	6.540.584.945
9. Selling expenses	25	VI.5	4.444.191.869	3.339.464.671	4.444.191.869	3.339.464.671
10. General and administration expenses	26	VI.6	8.234.715.219	7.060.550.279	8.234.715.219	7.060.550.279
11. Operating profit/(loss) {30 = 20 + (21-22) + 24 -(25+26)}	30		(49.052.354.819)	(3.318.812.539)	(49.052.354.819)	(3.318.812.539)
12. Other income	31	VI.7	451.371.986	378.798.079	451.371.986	378.798.079
13. Other expenses	32	VI.8	1.043.078	-	1.043.078	-
14. Other profit (loss) (40 = 31 - 32)	40		450.328.908	378.798.079	450.328.908	378.798.079
15. Profit/(loss) before tax (50 = 30 + 40)	50		(48.602.025.911)	(2.940.014.460)	(48.602.025.911)	(2.940.014.460)
16. Corporate income tax for the current year	51	VI.9	1.284.769.830	998.175.614	1.284.769.830	998.175.614
18. Net profit (loss) ( 60 = 50 - 51 - 52 )	60		(49.886.795.741)	(3.938.190.074)	(49.886.795.741)	(3.938.190.074)
19. Profit after tax of Shareholders of the parent company	61		(51.436.762.901)	(5.669.404.508)	(51.436.762.901)	(5.669.404.508)
20. Profit/(Loss) after tax of Non-controlling interest	62		1.549.967.160	1.731.214.434	1.549.967.160	1.731.214.434
21. Basic earnings (loss) per share	70	VI.10	(797)	(88)	(797)	(88)



Nguyễn Thị Thanh Bình  
Preparer  
On April 21, 2025



Ho Thi Xuan  
Chief Accountant



  
Nguyễn Thị Hồng Hạnh  
Deputy General Manager

**CASH FLOW STATEMENT**  
(Indirect Method)  
On the operation period ending on March 31<sup>st</sup>, 2025

FORM B 03-DN/HN  
Currency: VND

ITEMS	Code	Accumulated from January 1st to March 31th	
		Year 2025	Year 2024
<b>1. Profit (loss) before tax</b>	<b>1</b>	<b>(48.602.025.911)</b>	<b>(2.940.014.460)</b>
Depreciation and amortisation	2	27.064.236.140	23.479.797.228
Increase (decrease) in provisions	3	(243.916)	-
(Gain) loss from investing activities	5	(16.721.943.670)	(22.327.523.339)
Interest expense	6	16.317.744.958	20.244.835.849
<b>3. Operating profit/(loss) before adjustments to working capital</b>	<b>8</b>	<b>(21.942.232.399)</b>	<b>18.457.095.278</b>
(Increase) decrease in accounts receivable	9	(2.238.548.481)	8.651.788.228
(Increase) decrease in inventory	10	(4.861.755.063)	(2.994.906.065)
Increase (decrease) in accounts payable (not included interest expenses and income tax payables)	11	2.274.183.888	1.931.576.650
(Increase) decrease prepaid expenses	12	(770.314.498)	(1.922.571.986)
Interest paid	14	(11.052.713.663)	(10.757.304.661)
Corporate income tax paid	15	(3.541.139.731)	(1.373.757.439)
Other payments for operating activities	17	(41.434.200)	(122.336.834)
<b>Cash generated from (used in) operating activities</b>	<b>20</b>	<b>(42.173.954.147)</b>	<b>11.869.583.171</b>
1. Acquisitions of fixed assets and construction in progress and other non-current assets	21	(10.312.835.701)	(6.846.263.313)
2. Purchases of instruments of other entities	23	(139.630.000.000)	(2.240.000.000)
3. Proceeds from sales of debt instruments of other entities	24	500.000.000	-
5. Proceeds from divestments in other entities	26	143.153.395.000	-
6. Dividends, interest and other investment income	27	22.670.406.324	16.952.496.754
<b>Net cash flows generated from investing activities</b>	<b>30</b>	<b>16.380.965.623</b>	<b>7.866.233.441</b>
2. Proceeds from loans' principals	33	19.448.112.036	25.376.452.910
3. Repayments of loans' principals	34	(30.489.108.426)	(34.336.810.295)
<b>Net cash flow used in financing activities</b>	<b>40</b>	<b>(11.040.996.390)</b>	<b>(8.960.357.385)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>50</b>	<b>(36.833.984.914)</b>	<b>10.775.459.227</b>
Cash and cash equivalents at the beginning of the period	60	294.546.348.789	8.411.427.643
<b>Cash and cash equivalents at the end of the period</b>	<b>70</b>	<b>257.712.363.875</b>	<b>19.186.886.870</b>



Nguyễn Thị Thanh Bình  
Preparer  
On April 21<sup>st</sup>, 2025



Ho Thi Xuan  
Chief Accountant



Nguyễn Thị Hồng Hạnh  
Deputy General Manager



**FINANCIAL STATEMENT FOOTNOTES (CONT)**

FORM B 09-DN/HN

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**I. GENERAL INFORMATION**

**Form of capital ownership**

Saigon Water Infrastructure Corporation (referred to as "the Company") is a joint stock company established under the Business Registration Certificate No. 0303476454 was issued initially by the HMCM Department of Planning and Investment on August 27<sup>th</sup>, 2004, and most recently updated in its 22<sup>nd</sup> on November 19<sup>th</sup>, 2024. The charter capital of the Company is 645.221.040.000 VND divided equally into 64.522.104 shares, each value cost 10.000 VND.

Name of Company In English: Sai Gon Water Infrastructure Corporation.

Headquarters: Tasco Building, 220 Bis Nguyen Huu Canh, Ward 22 Binh Thanh District, Ho Chi Minh City, Vietnam

The company has been signed for trading on the Upcom exchange under the Hanoi Stock Exchange, with the code SII.

The number of staff working in the Company on March 31<sup>st</sup>, 2024 was 267.

**Business sectors and other activities**

Business sectors of the Company include exploitation, industrial treatment, and supply clean water.

Others: Management consulting services (Details: management consulting services (excluding financial consulting); technical consultancy activities), construction of other civil engineering works (Detail: Construction of bridges, roads, ports, stations, civil, industrial, irrigation, wastewater treatment, domestic water supply and drainage, lighting and transformer stations); trading of machinery, equipment, and other mechanical components (Details: machinery, electrical equipment, control, and measuring equipment);

The main activities of the Company during the year are operating the clean water supply network, and investing in and providing services related to domestic water amongst others.

**Operating Cycle :**

Operating cycle of the Company is usually carried out in a period not over 12 months.

**FINANCIAL STATEMENT FOOTNOTES (CONT)**

FORM B 09-DN/HN

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**Corporate Structure:**

On March 31st, 2025, the Company directly invested in four (04) subsidiary companies and one (01) Affiliated Companies. Detail information of companies which are invested in as follows:

**Subsidiary Companies:**

Name of the Company	Place of incorporation and operation	Ownership interest percentage	Voting rights percentage	Main activities
1. SAIGON DANKIA WATER SUPPLY CORPORATION	Lam Dong Province	90%	90%	Water extraction, treatment, and supply
2. CU CHI WATER SUPPLY SEWERAGE JOINT STOCK COMPANY	Ho Chi Minh City	100%	100%	Water extraction, treatment, and supply
3. GIA LAI WATER SUPPLY SEWERAGE JOINT STOCK COMPANY	Gia Lai Province	51%	51%	Water extraction, treatment, and supply
4. SAI GON - AN KHE WATER JOINT STOCK COMPANY	Gia Lai Province	77,33%	77,33%	Water extraction, treatment, and supply

**Affiliated Companies:**

Name of the Company	Place of incorporation and operation	Ownership interest percentage	Voting rights percentage	Main activities
1. SAI GON - PLEIKU WATER SUPPLY CORPORATION	Gia Lai Province	49%	49%	Water extraction, treatment, and supply

**II. BASIC OF PREPARATION OF FINANCIAL STATEMENTS**

**Basic preparation of separate financial statements**

The separate financial statements have been prepared in Vietnamese Dong (VND), and have been prepared under the historical cost convention and by the Vietnamese Accounting Standard, the Vietnamese Corporate Accounting System, and applicable regulations on the preparation and presentation of financial statements.

The accompanying financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam. The accounting principles and practices utilized in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam.

**Fiscal year**

The company's fiscal year is from 1 January to 31 December.

The financial statements have been prepared for the period from January 1st, 2025 to March 31st, 2025.

**III. APPLICABLE ACCOUNTING STANDARDS AND REGIME**

The company based on the Vietnamese Corporate Accounting System prepared in accordance with the provisions of Circular No. 200/2014/TT-BTC ("Circular 200") dated December 22<sup>nd</sup>, 2024 which provides guidance on the corporate accounting regime and Circular No. 53/2016/TT-BTC dated on March 21<sup>st</sup>, 2016 issued by Ministry of Finance regarding the change, adjustment of contents of Circular No. 200/2014/TT-BTC, Circular 202/2014/TT-BTC ("Circular 202") dated on December 22<sup>nd</sup> 2014 providing how to prepare and present Consolidated Financial Statement.

**IV. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Below are the significant accounting policies applied by the Company in preparing the separate financial statements:



**FINANCIAL STATEMENT FOOTNOTES (CONT)**

FORM B 09-DN/HN

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**Accounting Estimate**

The preparation of financial statements in conformity with Vietnamese accounting standards, the corporate accounting regime, and relevant legal regulations require the Board of Directors to make estimates and assumptions that affect the reported amounts of liabilities, assets, and the disclosure of contingent.

Liabilities and assets as of the financial statement date, as well as the reported amounts of revenue and expenses during the operating period. Although the accounting estimates are based on the best knowledge of the Board of Directors, actual results may differ from the estimates and assumptions made.

**Basis of preparation of financial statements**

The consolidated financial statements are prepared by combining the financial statements of the Parent Company and those of its subsidiaries, which are controlled by the Parent Company. Such control is established when the Parent Company has the ability to direct the financial and operating policies of the investee companies to gain benefits from their operations.

The operating results of subsidiaries acquired or disposed of during the period are included in the consolidated income statement from the acquisition date or until the disposal date of the investment in those subsidiaries.

In necessary circumstances, the financial statements of subsidiaries are adjusted to align the accounting policies applied by the Parent Company and its subsidiaries.

All intercompany transactions and balances within the Company are eliminated during the consolidation process.

Non-controlling interests in the net assets of consolidated subsidiaries are identified as a separate component from the equity of the Parent Company's shareholders and are presented as an equity item in the consolidated balance sheet. Non-controlling interests include the value of non-controlling shareholders' interests at the initial date of the business combination and their share in changes in total equity since the combination date. Losses incurred by a subsidiary are allocated to non-controlling interests proportionate to their ownership, even if this results in the non-controlling interests having a deficit balance in the subsidiary's net assets.

**Business Consolidation**

The assets, liabilities, and contingent liabilities of a subsidiary are measured at their fair values at the acquisition date. Any excess of the purchase price over the total fair value of the acquired assets is recognized as goodwill. Any deficit between the purchase price and the total fair value of the acquired assets is recognized in the income statement for the accounting period in which the subsidiary is acquired.

Non-controlling interests at the initial business combination date are determined based on the proportionate share of non-controlling shareholders in the total fair value of recognized assets, liabilities, and contingent liabilities.

The effects of transactions that change the Company's ownership percentage in subsidiaries but do not result in a loss of control are recognized directly in retained earnings on the consolidated balance sheet for the period.

**Investment in Associates**

An associate is a company having significant influence but neither control nor joint control. Significant influence is defined as the ability to participate in the financial and operational policy decisions of the investee but not to control or jointly control those policies.

Investments in associates are consolidated in the financial statements using the equity method. Under this method, the initial investment is recorded at cost, and subsequently adjusted for changes in the Company's share of the associate's net assets after the acquisition date. Losses of an associate that exceed the Company's interest in that associate (including any long-term investments that, in substance, form part of the Company's net investment in the associate) are not recognized.



**FINANCIAL STATEMENT FOOTNOTES (CONT)**

FORM B 09-DN/HN

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

When a Company subsidiary transacts with an associate, unrealized profits or losses corresponding to the Company's interest in the associate are eliminated from the consolidated financial statements.

**Joint Ventures**

*Joint ventures represent contractual arrangements where the Company and other parties undertake economic activities under joint control. Joint control refers to the sharing of strategic decision-making regarding the financial and operational policies of the joint venture, requiring the agreement of all joint venture participants.*

*Joint venture arrangements that establish a separate legal entity, in which the joint venture partners have equity interests, are classified as jointly controlled entities. The Company accounts for its interests in jointly controlled entities using the equity method.*

**Goodwill**

Goodwill in the consolidated financial statements is the excess of the acquisition cost over the Company's share of the fair value of the net assets, liabilities, and contingent liabilities of subsidiaries, associates, or jointly controlled entities at the acquisition date.

Goodwill arising from the acquisition of subsidiaries is recognized as a long-term asset on the consolidated balance sheet and is amortized on a straight-line basis over its estimated useful life, not exceeding 10 years.

When a subsidiary is sold, the remaining goodwill is included in the calculation of the gain or loss on the sale. The Company evaluates goodwill for impairment periodically. If evidence indicates that the goodwill impairment exceeds the annual amortization, the impairment amount is recognized in the consolidated income statement.

Goodwill arising from the acquisition of associates and jointly controlled entities is included in the carrying amount of the respective investments. This goodwill is not amortized.

**Cash and cash equivalents**

Cash and cash equivalents include cash on hand, demand deposits, and short-term investments that are highly liquid and have the original maturity not exceeding three months from the date of investment, readily convertible to cash, and subject to an insignificant risk of changes in value.

**Financial Investment**

**Held-to-maturity investments**

Held-to-maturity investments include those investments that the Company has the intention and ability to hold until maturity. These investments include: term deposits at banks (including various types of promissory notes

and certificates of deposit), bonds, redeemable preference shares that the issuer is obliged to repurchase at a specific future date for periodic interest income, and other held-to-maturity investments.

Held-to-maturity investments are recognized from the purchase date and initially measured at cost, which includes the purchase price and any transaction-related expenses. Interest income earned from these investments after the purchase date is recognized on an accrual basis in the statement of profit or loss. Any interest accrued before the Company's purchase date is deducted from the cost at the time of purchase.

These investments are measured at cost, less any allowance for doubtful debts. Allowances for doubtful debts related to held-to-maturity investments are established in accordance with the applicable accounting regulations.

**Investments in Equity Instruments of Other Entities**

Investments in equity instruments of other entities refer to equity instrument investments in which the Company does not have the right to control, joint control, or significant influence over the investee.



**FINANCIAL STATEMENT FOOTNOTES (CONT)**

FORM B 09-DN/HN

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

Investments in equity instruments of other entities are initially recognized at their original purchase cost. If the value of these investments decreases at the reporting date, the Company recognizes an impairment allowance to reflect this loss in value.

The provision for impairment is calculated based on the Company's ownership percentage in the invested organizations, following the guidelines of Circular 48/2019/TT-BTC dated August 8, 2019.

**Receivables**

Receivables represent amounts that are able to be received from customers or other parties. Receivables are also presented based on book value minus all provisions for bad debts.

Provisions for doubtful debts are established for past-due receivables outlined in economic contracts, debt agreements, loan agreements, or other binding documents. They are also created for receivables that are not yet due but are assessed as unlikely to be collected. For past-due receivables, the provision is calculated based on the original repayment schedule as stated in the contract, without considering any later extensions. For receivables that are not yet due, provisions are made if the debtor has entered bankruptcy, liquidation, dissolution, or if the debtor is untraceable or has absconded.

**Loans**

Loans refer to amounts lent under agreements between parties but are not traded on the market like securities.

Loans are recorded at cost, net of allowances for doubtful debts. Allowances for loan-related doubtful debts are recognized following prevailing accounting standards.

**Inventories**

Inventories are valued at a lower cost and net realizable value. Cost of inventories includes direct materials, direct labor, and applicable manufacturing overheads, if possible, bringing inventories to their present location and condition. Inventory costs are determined using the weighted average method. Net realizable value is estimated as the expected selling price less estimated costs to complete the product and costs to market, sell, and distribute.

Provisions for inventory devaluation are established in accordance with applicable accounting regulations. Accordingly, the Company may create provisions for obsolete, damaged, or substandard inventories or when the cost of inventories exceeds their net realizable value as of the date of the interim consolidated financial statements. Provision expenses for obsolete, damaged, or substandard inventories are not deductible for corporate income tax purposes until the inventory is liquidated.

**Non-current Equipment, Supplies, and Spare Parts**

Long-term equipment, supplies, and spare parts are items reserved for replacement or preventive maintenance of assets, not meeting the criteria to be classified as fixed assets, and stored for over 12 months or beyond a standard operating cycle. These items are presented on financial statements at net value (after deducting any devaluation provisions). Provisions for the devaluation of long-term equipment, supplies, and spare parts are made following applicable accounting standards, similar to inventory provisions.

**Tangible Fixed Assets and Depreciation**

Tangible fixed assets are recorded at historical cost, less accumulated depreciation. The historical cost includes the purchase price and all directly attributable costs required to bring the asset to a working condition.

The historical cost of self-constructed or self-built tangible fixed assets comprises actual construction costs incurred, production costs, installation costs, and testing costs.

**FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

Tangible fixed assets are depreciated using the straight-line method over their estimated time, as follows:

	Useful Life ( Years)
Buildings and structures	10 - 40
Machinery and equipment	05 - 20
Vehicles and transmission systems	06 - 30
Management tools and equipment	03 - 08
Perennial crops	04

Gains or losses on disposal or sale of assets are determined as the difference between the proceeds from disposal and the asset's residual value and are recorded in the consolidated statement of profit and loss.

**Intangible fixed assets and depreciation**

Intangible fixed assets include land use rights and software, recorded at historical cost less accumulated amortization.

Land use rights with a definite term are amortized using the straight-line method over their lease term. Indefinite-term land use rights are not amortized under current regulations.

Computer software is amortized using the straight-line method over a period of 3 to 10 years.

**Construction-in-Progress**

Assets under construction intended for production, leasing, administration, or other purposes are recorded at cost, including service costs and borrowing costs directly attributable to the asset, following the Company's accounting policies. Depreciation for these assets follows the same policy as other fixed assets, commencing when the asset is ready for use.

**Prepaid Expenses**

Prepaid expenses include the value of tools, small components already issued for use, and other prepaid costs deemed to generate future economic benefits for the Company. These expenses are capitalized as prepaid assets and allocated to the income statement using the straight-line method in accordance with prevailing accounting regulations.

**Liabilities**

Liabilities are tracked in detail based on payment terms, counterparties, types of currency payable, and other management requirements of the Company. Liabilities are categorized into commercial liabilities arising from the purchase of goods and services and non-commercial liabilities unrelated to trading activities. They are classified as short-term or long-term on the balance sheet, depending on the remaining terms of the liabilities as of the financial reporting date.

**Provisions**

Provisions are recognized when the Company has a present obligation resulting from past events, and it is probable that the Company will have to settle this obligation. Provisions are determined based on the General Director's estimates of the costs required to settle the obligations at the financial year-end.

**Accrued Expenses**

Accrued expenses include amounts payable for goods or services received by the Company or provided to customers during the reporting period but not yet paid due to the absence of invoices or incomplete documentation. These are recognized in the reporting period's production and business expenses.



**FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**Equity Recognition**

Equity is recognized based on the actual contributed capital of the shareholders.

Share premium is recorded as the difference between the actual proceeds and the par value of shares issued during the initial offering, subsequent offerings, or re-issuance of treasury shares.

Other owner's equity is recognized as the residual value of assets received as donations or gifts, net of related taxes.

Undistributed post-tax profits are recognized as the profit (or loss) from the Company's business activities after corporate income tax and adjustments for retrospective changes in accounting policies and material errors from prior years.

Reserves and funds derived from post-tax profits are allocated based on the Company's charter and shareholder meeting resolutions.

**Revenue Recognition**

**Revenue from Goods Sales**

Revenue from the sale of goods is recognized when all five (5) of the following conditions are met:

- (a) The Company has transferred most of the risks and rewards associated with ownership of the goods to the buyer;
- (b) The Company no longer retains managerial involvement or control over the goods;
- (c) Revenue can be measured reliably;
- (d) It is probable that the Company will collect the economic benefits from the sale; and
- (e) The costs associated with the sale can be identified.

**Revenue from Services**

Revenue from service transactions is recognized when the outcome of the transaction can be reliably measured. For service transactions spanning multiple periods, revenue is recognized in the reporting period based on the stage of completion as of the balance sheet date, provided the following four (4) conditions are met:

- (a) Revenue can be measured reliably;
- (b) It is probable that economic benefits will flow to the Company;
- (c) Determine the stage that was accomplished at the balance sheet date; and
- (d) Determine the incurred cost for transactions and costs that accomplish transactions in supplying services.

**Financial Revenue**

Interest income from deposits and loans supports capital and is recognized on an accrual basis, determined by account balances, loans, and applicable interest rates unless the recovery of interest is uncertain.

Dividends and profit sharing are recognized when the Company is entitled to receive them. Dividends received in the form of shares are tracked only by the additional number of shares, without recognizing their par value.

**Cost of Sales Recognition**

The cost of sales and services provided is recognized based on actual incurred costs and allocated according to the volume and value of goods or services delivered to customers, adhering to revenue matching and prudence principles. Abnormal costs of inventory or services are recognized immediately as expenses in the period incurred.

**FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**Borrowing Costs**

Borrowing costs are recognized as production and business expenses in the year incurred, except for cases eligible for capitalization under the accounting standard for borrowing costs. Borrowing costs directly related to acquiring, constructing, or producing qualifying assets are included in the time until it is ready for intended use or sale. Income from the temporary investment of borrowings is deducted from the asset's cost. For specific loans for fixed asset construction or investment in real estate and interest capitalized even if the construction period is less than 12 months.

**Taxes**

Corporate income tax (CIT) includes current and deferred tax expenses.

Current tax is calculated based on taxable income for the year. Taxable income differs from profit before tax presented in the income statement because taxable income excludes income or expenses taxable or deductible in other periods (including carried-forward losses, if any). Additionally, taxable income does not include non-taxable items or non-deductible expenses.

Deferred income tax is calculated on the differences between the carrying amounts and the tax bases of assets or liabilities presented in the financial statements and is recognized using the balance sheet method. Deferred income tax liabilities are recognized for all taxable temporary differences, while deferred income tax assets are recognized only to the extent that it is probable that future taxable profits will be sufficient to utilize the temporary differences.

Deferred income tax is determined based on the tax rates expected to apply in the year when the assets are recovered or the liabilities are settled. Deferred income tax is recognized in the income statement and is only recorded directly in equity if it relates to items that are also recognized directly in equity.

Deferred income tax assets and deferred income tax liabilities are offset when the Company has a legal right to offset current income tax assets against current income tax liabilities, and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority. Additionally, the Company must intend to settle current income tax liabilities on a net basis.

Pursuant to Decree No. 69/2008/NĐ-CP dated May 5<sup>th</sup>, 2008, by the Government: clean water business operations that are socialized are eligible for CIT as follows: The preferential CIT rate of 10% applies throughout the Company's operational period, along with a 4-year tax exemption commencing with the first year of the Company generates taxable income. Furthermore, a 50% reduction in payable taxes is granted for the next 9

years. However, these regulations sometimes change over the period and the final determination of CIT obligations depends on the results of inspections conducted by the competent tax authorities. Additionally, it is contingent on the specific conditions and business performance of each company, which may lead to different tax rates and durations of preferential treatment. Other business activities are subject to a standard tax rate of 20%.

Other taxes are applied in accordance with prevailing Vietnamese tax laws.

**Related Parties**

Related parties are entities and individuals if they directly or indirectly through one or more parties, have the right to control the Company, are being controlled by the Company, or are under common control with the Company. Related parties, individuals that directly or indirectly hold voting power in the Company and have significant influence over the Company; key positions such as General Manager, Officers of the Company; close family members of these individuals; and entities affiliated with such individuals.

*When assessing the relationship of each related party, the substance of the relationship is considered, rather than the legal form.*



**FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**Segment Reporting**

A segment is a distinguishable component of the Company that engages in providing related products or services (business segment) or in providing products or services within a specific economic environment (geographical segment) and is subject to risks and economic returns different from those of other segments.

The Board of Management identifies the Company's operating segments by business activities, which include clean water supply, sales of materials, consultancy, construction, equipment installation, and other activities, as well as by geographical regions, covering the following areas: Ho Chi Minh City, Gia Lai Province, and Lam Dong Province. Segment reports will be prepared based on business activities and geographical regions.

**V. ADDITIONAL INFORMATION ON ITEM PRESENTED IN THE BALANCE SHEET**

**5.1 CASH AND CASH EQUIVALENTS**

	31/03/2025	01/01/2025
	VND	VND
Cash on hand	1.206.660.824	1.181.297.047
Bank deposits	127.015.703.051	256.697.814.071
Cash equivalents	129.490.000.000	36.667.237.671
<b>Total</b>	<b>257.712.363.875</b>	<b>294.546.348.789</b>

**5.2 HELD-TO-MATURITY INVESTMENTS**

	31/03/2025	01/01/2025
	VND	VND
Bank deposit (i)	5.900.000.000	16.270.000.000
<b>Total</b>	<b>5.900.000.000</b>	<b>16.270.000.000</b>

(i) The term deposits at Gia Lai Water Supply and Sewerage Joint Stock Company comprise deposits at commercial banks with original maturities of 6 months and an interest rate ranging from 4% to 4,5% per annum.

**5.3 SHORT-TERM TRADE ACCOUNTS RECEIVABLE**

	31/03/2025	01/01/2025
	VND	VND
<b>Others</b>	<b>19.247.235.115</b>	<b>19.629.737.999</b>
Lam Dong Water Supply And Sewerage Joint Stock Company	10.794.473.865	11.068.017.786
Customers in Cu Chi Province	7.068.319.946	7.279.589.517
Others	1.384.441.304	1.282.130.696
<b>Total</b>	<b>19.247.235.115</b>	<b>19.629.737.999</b>

**5.4 SHORT-TERM PREPAYMENTS TO SUPPLIERS**

a. Short-term	31/03/2025	01/01/2025
	VND	VND
Enviro Engineering Co., Ltd	-	1.100.000.000
Other	1.224.728.060	1.093.884.871
<b>Total</b>	<b>1.224.728.060</b>	<b>2.193.884.871</b>

**FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

<b>b. Long term</b>	<b>31/03/2025</b>	<b>01/01/2025</b>
	<b>VND</b>	<b>VND</b>
Quang Huy Construction Verify And Design Consultants Corporation	100.000.000	100.000.000
<b>Total</b>	<b>100.000.000</b>	<b>100.000.000</b>

**5.4 SHORT-TERM LENDING**

	<b>31/03/2025</b>	<b>01/01/2025</b>
	<b>VND</b>	<b>VND</b>
Sai Gon - Pleiku Water Supply Corporation (i)	119.161.134.593	119.661.134.593
T&D Investment Joint Stock Company (ii)	50.000.000.000	50.000.000.000
VII Land Joint Stock Company (iii)	71.000.000.000	71.000.000.000
Ana Investment and Development Joint Stock Company (iv)	220.000.000.000	220.000.000.000
Binh An An Production Service Trading Company Limited (v)	160.000.000.000	160.000.000.000
Bao Phuc Business Joint Stock Company (vi)	150.000.000.000	-
<b>Total</b>	<b>770.161.134.593</b>	<b>620.661.134.593</b>

- (i) The capital support loan bears an interest rate of 10,5% per annum during the period and is scheduled to mature on December 30, 2025.
- (ii) The capital support loan bears an interest rate of 8,5% per annum during the period and is scheduled to mature on December 13, 2025.
- (iii) The capital support loan bears an interest rate of 8,5% per annum during the period and is scheduled to mature on December 13, 2025.
- (iv) The capital support loan bears an interest rate of 11% per annum during the period and is scheduled to mature on June 30, 2025.
- (v) The capital support loan bears an interest rate of 11% per annum during the period and is scheduled to mature on June 30, 2025.
- (vi) The capital support loan bears an interest rate of 11% per annum during the period and is scheduled to mature on June 13, 2025.

**5.5 OTHER RECEIVABLES**

	<b>31/03/2025</b>	<b>01/01/2025</b>
	<b>VND</b>	<b>VND</b>
<b>a. Short-term</b>		
Dividends receivable for 2023 - Tan Hiep Company	-	10.320.000.000
Receivable for share transfer of Pleiku, An Khe	3.500.000.000	2.700.000.000
Employee advances	9.904.802.952	9.778.957.358
Short-term call bets, margin deposit	15.200.000	-
Intervest co-operation	6.000.000.000	6.000.000.000
Dividends advanced	65.000.000	-
Interest receivable from deposits and loans	7.339.872.960	3.833.335.614
Other current receivables	13.529.039.533	2.951.833.961
<b>Total</b>	<b>40.353.915.445</b>	<b>35.584.126.933</b>
<b>b. Long-term</b>		
Investment co-operation	39.000.000.000	39.000.000.000
Deposits	15.000.000	10.000.000
<b>Total</b>	<b>39.015.000.000</b>	<b>39.010.000.000</b>



**FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**5.6 PROVISIONS FOR SHORT TERM DOUBTFUL DEBTS**

	31/03/2025			01/01/2025		
	Cost VND	Recoverable Amount VND	Provision VND	Cost VND	Recoverable Amount VND	Provision VND
Trade receivables	6.249.640.179	634.049.252	(5.640.701.044)	36.912.586.992	1.465.377.732	(5.640.944.960)
Short-term lendings overdue	119.661.134.593	58.182.462.092	(61.478.672.501)	119.661.134.593	58.182.462.092	(61.478.672.501)
Other	8.411.090.731	-	(8.411.090.731)	8.411.090.731	-	(8.411.090.731)
<b>Total</b>	<b>134.321.865.503</b>	<b>58.816.511.344</b>	<b>(75.530.464.276)</b>	<b>164.984.812.316</b>	<b>59.647.839.824</b>	<b>(75.530.708.192)</b>

**5.7 INVENTORIES**

	31/03/2025		01/01/2025	
	Original cost VND	Provision VND	Original cost VND	Provision VND
Raw Materials	14.422.791.599	-	14.979.026.409	-
Tools and supplies	1.770.915.066	-	1.590.713.452	-
<b>Total</b>	<b>16.193.706.665</b>	<b>-</b>	<b>16.569.739.861</b>	<b>-</b>

**5.8 SHORT-TERM PREPAID EXPENSES**

	31/03/2025 VND	01/01/2025 VND
<b>a. Short-term</b>		
Tools and supplies	479.840.897	223.479.402
Insurance expenses	18.787.880	59.165.428
Water purchase costs	-	1.988.372.149
Other	1.489.242.450	983.924.252
<b>Total</b>	<b>1.987.871.227</b>	<b>3.254.941.231</b>
<b>b. Long-term</b>		
Periodic water meter replacement cost	1.295.507.201	1.019.777.349
Asset major repairing costs	2.760.368.743	2.832.361.688
Tools and supplies	1.482.238.945	2.668.550.255
Other	4.014.446.264	994.487.359
<b>Total</b>	<b>9.552.561.153</b>	<b>7.515.176.651</b>

**5.9 TAX AND AMOUNTS RECEIVABLE FROM/PAYABLE TO STATE BUDGET**

**a) Taxes and amounts receivables from the State budget**

	01/01/2025 VND	Amount Payable for the Year VND	Amount Actually Paid for the Year VND	31/03/2025 VND
Value-Added Tax	83.284.032	8.260.000	8.260.000	83.284.032
Corporate income taxes	9.682.969.958	-	-	9.682.969.958
Personal income tax	-	-	25.469.469	25.469.469
<b>Total</b>	<b>9.766.253.990</b>	<b>8.260.000</b>	<b>33.729.469</b>	<b>9.791.723.459</b>

**FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**b) Taxes and amounts payables to State budget**

	01/01/2025	Amount Payable for the Year	Amount Actually Paid for the Year	31/03/2025
	VND	VND	VND	VND
Value-Added Tax	291.951.056	1.957.662.351	1.984.447.115	265.166.292
Corporate income taxes	3.536.253.155	1.284.769.830	3.541.139.731	1.279.883.254
Personal income tax	62.310.469	457.367.493	498.208.152	21.469.810
Natural resource tax	82.315.823	247.804.859	251.263.897	78.856.785
Fees and Other Taxes Payable	772.257.031	2.443.648.599	2.149.528.165	1.066.377.465
<b>Total</b>	<b>4.745.087.534</b>	<b>6.391.253.132</b>	<b>8.424.587.060</b>	<b>2.711.753.606</b>

THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

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5.10 TANGIBLE FIXED ASSETS

	Buildings, structure	Machinery, Equipment	Transportation Vehicles	Office equipment	Others	Total
	VND	VND	VND	VND	VND	VND
<b>COST</b>						
On January 1st, 2025	266.176.706.958	194.701.004.914	2.174.984.435.117	4.428.964.555	510.538.253	2.640.801.649.797
Completed Construction						
Investments (i)	-	3.848.063.447	3.939.071.044	-	-	7.787.134.491
Other Reductions	-	-	(758.675.960)	-	-	(758.675.960)
On March 31st, 2025	266.176.706.958	198.549.068.361	2.178.164.830.201	4.428.964.555	510.538.253	2.647.830.108.328
<b>ACCUMULATED DEPRECIATION</b>						
On January 1st, 2025	140.409.493.641	140.564.276.312	694.533.339.180	3.006.178.353	284.651.710	978.797.939.196
Depreciation charged during the year	2.709.667.061	1.557.870.189	20.131.922.713	113.418.225	6.016.572	24.518.894.760
Other Reductions	-	-	(126.445.994)	-	-	(126.445.994)
On March 31st, 2025	143.119.160.702	142.122.146.501	714.538.815.899	3.119.596.578	290.668.282	1.003.190.387.962
<b>OTHER VALUE</b>						
On January 1st, 2025	125.767.213.317	54.136.728.602	1.480.451.095.937	1.422.786.202	225.886.543	1.662.003.710.601
On March 31st, 2025	123.057.546.256	56.426.921.860	1.463.626.014.302	1.309.367.977	219.869.971	1.644.639.720.366

(i) The value of completed construction-in-progress projects transferred to tangible fixed assets during the period.



**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**5.11 TANGIBLE FIXED ASSETS (CONT)**

The original cost of fully depreciated tangible fixed assets still in use as of March 31, 2025, is VND 49.655.748.804 VND.

The Company has pledged workshops, machinery, equipment, and certain vehicles as collateral for loans and debts. The original cost of tangible fixed assets pledged as collateral as of March 31, 2025, is VND 2.105.782.564.545 VND.

**5.10 INTANGIBLE FIXED ASSETS**

	Land use rights VND	Computer software VND	Total VND
<b>COST</b>			
<b>On January 1st, 2025</b>	<b>1.208.351.000</b>	<b>4.823.572.271</b>	<b>6.031.923.271</b>
<b>Increase during the year</b>	<b>(1.208.351.000)</b>	<b>-</b>	<b>(1.208.351.000)</b>
Account 242 – Long-term prepaid expenses	(1.208.351.000)	-	(1.208.351.000)
<b>On March 31st, 2025</b>	<b>-</b>	<b>4.823.572.271</b>	<b>4.823.572.271</b>
<b>ACCUMULATED AMORTISATION</b>			
<b>On January 1st, 2025</b>	<b>163.630.869</b>	<b>3.520.477.064</b>	<b>3.684.107.933</b>
<b>Increase during the year</b>	<b>(163.630.869)</b>	<b>222.318.796</b>	<b>58.687.927</b>
Charge for the year	-	222.318.796	222.318.796
Account 242 – Long-term prepaid expenses	(163.630.869)	-	-
<b>On March 31st, 2025</b>	<b>-</b>	<b>3.742.795.860</b>	<b>3.742.795.860</b>
<b>NET BOOK VALUE</b>			
<b>On January 1st, 2025</b>	<b>1.044.720.131</b>	<b>1.303.095.207</b>	<b>2.347.815.338</b>
<b>On March 31st, 2025</b>	<b>-</b>	<b>1.080.776.411</b>	<b>1.080.776.411</b>

*The original cost of fully amortized intangible fixed assets still in use as of December 31, 2024, is 282.800.000 VND (as of January 1, 2024: VND 154.192.120).*

*The Company has pledged intangible fixed assets as collateral for loans and debts. The original cost of intangible fixed assets used as collateral as of December 31, 2024, is VND 1.760.000.000 (as of January 1, 2024: VND 1.760.000.000)*

**5.11 LONG-TERM CONSTRUCTION IN PROGRESS**

	31/03/2025 VND	01/01/2025 VND
- Investment on expanding Cu Chi Project expenses	1.068.946.090	936.611.552
- Relocation and Improvement Water System on Pleiku City	-	398.017.081
- Other	44.342.703	29.286.111
<b>Total</b>	<b>1.113.288.793</b>	<b>1.363.914.744</b>



THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)

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These notes are an integral part of the consolidated financial statements and should be read together with them.

**5.13 LONG-TERM INVESTMENTS**

*a. Investments in joint-venture, associates*

	31/03/2025		01/01/2025	
	Cost VND	Profit after investment VND	Fair Value VND	Fair Value VND
Sai Gon - Pleiku water supply corporation	44.100.000.000	(44.100.000.000)		-
<b>Cộng</b>	<b>44.100.000.000</b>	<b>(44.100.000.000)</b>	<b>44.100.000.000</b>	<b>(44.100.000.000)</b>
Total value recorded using the equity method		-		-

*b. Other long-term investments*

**b. Investments in other entities**

	31/03/2025		01/01/2025	
	Original Cost VND	Provision VND	Fair Value VND	Fair Value VND
Thu Duc Water B.O.O Corporation (i)	-	-	143.153.395.000	-
<b>Cộng</b>	<b>-</b>	<b>-</b>	<b>143.153.395.000</b>	<b>-</b>

(i) As of March 31, 2025, the Company completed its divestment from B.O.O Thu Duc Water Company.

THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

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**5.14 DEFERRED TAX LIABILITIES**

	Unrealized gains VND	Allocation of tools and equipment issued for using VND	Provision for investment in subsidiaries VND	Total VND
<b>Deferred tax liabilities</b>				
<b>On January 1st, 2024</b>	-	-	13.250.000.000	13.250.000.000
Corporate income tax rate used to calculate deferred tax	20%	20%	20%	20%
Recognized in the consolidated income statement for the year	-	-	173.105.619	173.105.619
<b>On January 1st, 2025</b>			13.423.105.619	13.423.105.619
Corporate income tax rate used to calculate deferred tax	20%	20%	20%	20%
	-	-	-	-
<b>On March 31st, 2025</b>	-	-	13.423.105.619	13.423.105.619
<b>Total net income recognized in the consolidated income statement</b>				-



**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**5.15 GOODWILL**

	Carrying amount VND
<b>Cost</b>	
On January 1st, 2025	50.908.823.123
On March 31th, 2025	50.908.823.123
<b>Accumulated depreciation.</b>	
On January 1st, 2025	21.848.604.022
Allocate to the outcome business consolidation	1.278.302.453
On March 31th, 2025	23.126.906.475
<b>Other value</b>	
On January 1st, 2025	29.060.219.101
On March 31th, 2025	27.781.916.648

**5.16 TRADE ACCOUNTS PAYABLE**

	31/03/2025		01/01/2025	
	Carrying amount VND	Solvent amount VND	Carrying amount VND	Solvent amount VND
- Kenh Dong Water Supply Joint Stock Company	14.626.254.687	14.626.254.687	16.911.000.178	16.911.000.178
- Binh Duong Water - Environment Corporation - Joint Stock Company	1.204.561.496	1.204.561.496	1.208.951.269	1.208.951.269
- Viet Technology Import Export Investment Corporation	4.391.276.636	4.391.276.636	4.391.276.636	4.391.276.636
- Lam Dong Investment and Irrigation Management Center	1.518.235.200	1.518.235.200	1.560.210.300	1.560.210.300
- Tuan Loc Construction Investment Corporation	3.136.630.836	3.136.630.836	3.136.630.836	3.136.630.836
- Hoang Phuc Building Technical Infrastructure And Investment Company Limited	379.968.950	379.968.950	-	-
- Others	4.260.775.316	4.260.775.316	2.820.908.790	2.820.908.790
<b>Total</b>	<b>29.517.703.121</b>	<b>29.517.703.121</b>	<b>30.028.978.009</b>	<b>30.028.978.009</b>

**5.17 ACCRUED EXPENSES PAYABLE**

	31/03/2025 VND	01/01/2025 VND
Borrowings interests	6.562.076.888	7.307.004.497
Other	3.179.773.100	3.939.857.426
<b>Total</b>	<b>9.741.849.988</b>	<b>11.246.861.923</b>

**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**5.18 OTHER SHORT-TERM PAYABLES**

	31/03/2025	01/01/2025
	VND	VND
Borrowings interests	6.076.986.301	67.027.397
Remuneration for the Board of Directors and the Board of Supervisor	1.144.182.674	1.144.182.674
Other	10.352.508.589	12.262.056.298
<b>Total</b>	<b>17.573.677.564</b>	<b>13.473.266.369</b>

**5.19 OTHER LONG-TERM PAYABLES**

	31/03/2025	01/01/2025
	VND	VND
Paid on behalf payables- Manila	11.019.761.891	10.920.486.891
Manila Water South Asia Holdings Pte.Ltd	154.350.000.000	154.350.000.000
Viac (No.1) Limited Partnership	154.350.000.000	154.350.000.000
Payable on future asset transfer contract	155.985.072.049	155.985.072.049
Borrowings interests	18.902.397.936	17.084.646.623
<b>Total</b>	<b>494.607.231.876</b>	<b>492.690.205.563</b>



THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**5.20 SHORT-TERM BORROWINGS AND FINANCE LEASE OBLIGATIONS**

**a. Short-term**

Details	Incurred during the period				01/01/2025	
	31/03/2025					
	Principal Debt	Solvent value	Increase	Decrease	Principal Debt	Solvent value
	VND	VND	VND	VND	VND	VND
DNP - Water Joint Stock Company	233.000.000.000	233.000.000.000	-	-	233.000.000.000	233.000.000.000
Vietinbank - Bien Hoa Branch	7.178.795.920	7.178.795.920	19.448.112.036	27.289.108.426	15.019.792.310	15.019.792.310
Current Portion of Long-Term Loans (Check Loan Notes)	51.300.000.000	51.300.000.000	-	2.200.000.000	43.500.000.000	43.500.000.000
Enviro Engineering Co., Ltd	3.810.326.543	3.810.326.543	-	-	3.810.326.543	3.810.326.543
<b>Total</b>	<b>295.289.122.463</b>	<b>295.289.122.463</b>	<b>19.448.112.036</b>	<b>29.489.108.426</b>	<b>295.330.118.853</b>	<b>295.330.118.853</b>

**b. Long-term**

Details	Incurred during the period				01/01/2025	
	31/03/2025					
	Principal Debt	Solvent value	Increase	Decrease	Principal Debt	Solvent value
	VND	VND	VND	VND	VND	VND
Vietinbank - Bien Hoa Branch	425.217.606.012	425.217.606.012	-	1.000.000.000	426.217.606.012	426.217.606.012
BIDV - Gia Lai Branch	82.434.000.000	82.434.000.000	82.434.000.000	-	82.434.000.000	82.434.000.000
<b>Total</b>	<b>507.651.606.012</b>	<b>507.651.606.012</b>	<b>82.434.000.000</b>	<b>1.000.000.000</b>	<b>508.651.606.012</b>	<b>508.651.606.012</b>
Except current portion of long-term loans during 12 months)	(53.500.000.000)	(53.500.000.000)	-	-	(43.500.000.000)	(43.500.000.000)
<b>Total</b>	<b>454.151.606.012</b>	<b>454.151.606.012</b>	<b>-</b>	<b>1.000.000.000</b>	<b>465.151.606.012</b>	<b>465.151.606.012</b>

THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**5.21 BORROWINGS SHORT-TERM BORROWINGS AND FINANCE LEASE OBLIGATIONS (CONT)**

*Additional information for loans*

Details	On March 31 <sup>th</sup> , 2025	Loan term	Held-to- maturity date	Loan interest	Loan purpose	Collateral
<b>Short-term loans</b>						
Vietinbank - Bien Hoa Branch	7.178.795.920	3 months	Theo từng giấy nhận nợ	Interest Rate: 5.7% per annum	Supplement working capital	Entire assets and rights of the Cu Chi Project and 409,114 shares of Thu Duc B.O.O Water Joint Stock Company
DNP - Water Joint Stock Company	233.000.000.000	13 months	25/01/2026	Interest Rate: 10,5% per annum	Supplement working capital	No secured assets.
Enviro Engineering Co., Ltd	3.810.326.543	12 months	30/06/2025	Interest Rate: 11% per annum	Supplement working capital	No secured assets.
<b>Long-term loans</b>						
Vietinbank - Bien Hoa Branch	276.797.939.474	126 months	27/01/2031	Floating Interest Rate: 7.7% per annum as of the reporting date	Cu Chi Project – Phase 1	Entire assets of the Cu Chi Project, including construction items, payment transactions from leasing and product supply, project transfers, insurance payments, business rights, and asset exploitation rights of the project
	148.419.666.538	180 months	28/06/2032	Floating Interest Rate: 7.7% per annum as of the reporting date	Cu Chi Project – Phase 2	



THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)

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5.22 OWNER'S EQUITY

a. Change in owner's equity

	Share capital	Share premium	Investment & development funds	Other fund	Accumulated losses/profit	Non-controlling interest	Total
	VND	VND	VND	VND	VND	VND	VND
Balance as of January 1st, 2024	645.221.040.000	161.811.551.600	18.538.225.108	84.763.248	6.239.632.121	105.132.492.584	937.027.704.661
Profit for the Year	-	-	-	-	544.609.201.376	7.504.858.228	552.114.059.604
Dividends Paid to Non-Controlling Shareholders	-	-	-	-	-	(3.946.000.000)	(3.946.000.000)
Changes due to buying subsidiaries	-	-	-	-	-	(3.969.279.975)	(3.969.279.975)
Divestment of a subsidiary	-	-	(1.311.254.020)	(84.763.248)	-	141.735.443	(1.254.281.825)
Allocation of welfare fund	-	-	-	-	(755.192.597)	(178.947.999)	(934.140.596)
Allocation to BOD, BOM's remuneration	-	-	-	-	(386.004.307)	(42.889.367)	(428.893.674)
Balance as of January 1st, 2025	645.221.040.000	161.811.551.600	17.226.971.088	-	549.707.636.593	104.641.968.914	1.478.609.168.195
Profit for the Period	-	-	-	-	(51.436.762.901)	1.549.967.161	(49.886.795.740)
On March 31th, 2025	645.221.040.000	161.811.551.600	17.226.971.088	-	498.270.873.692	106.191.936.075	1.428.722.372.455

b. Details of Contributed chartered capital

	31/03/2025		01/01/2025	
	Ratio (%)	Cost(VND)	Ratio (%)	Ratio (%)
Dnp-Water Joint Stock Company	50,60%	326.537.500.000	50,60%	326.537.500.000
Manila Water South Asia Holdings	38,00%	245.160.000.000	38,00%	245.160.000.000
Viac (No.1) Limited Partnership	10,90%	70.347.000.000	10,90%	70.347.000.000
Others	0,50%	3.176.540.000	0,50%	3.176.540.000
<b>Cộng</b>	<b>100%</b>	<b>645.221.040.000</b>	<b>100%</b>	<b>645.221.040.000</b>

**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)**

*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**c. Shares**

	31/03/2025	01/01/2025
	Shares	Shares
Number of Shares Registered for Issuance	64.522.104	64.522.104
Number of Shares Sold to the Public	64.522.104	64.522.104
- Common Shares	64.522.104	64.522.104
- Preferred Shares	-	-
Number of Outstanding Shares	64.522.104	64.522.104
- Common Shares	64.522.104	64.522.104
- Preferred Shares	-	-





**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)**

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*These notes are an integral part of the consolidated financial statements and should be read together with them.*

**VI. THE ADDITIONAL INFORMATION FOR THE ITEMS PRESENTED IN THE STATEMENT OF INCOME :**

**1. REVENUE**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025	Year 2024	Year 2025	Year 2024
	VND	VND	VND	VND
Revenue from contributing clean water	66.643.551.165	60.709.553.966	66.643.551.165	60.709.553.966
Revenue from construction, supply, installation of Water Industry Equipment	3.042.453.637	2.115.896.114	3.042.453.637	2.115.896.114
Revenue from consulting and construction supervision services	-	817.567.459	-	817.567.459
Revenue from Goods Sales	23.765.480	35.523.449	23.765.480	35.523.449
<b>Total:</b>	<b>69.709.770.282</b>	<b>63.678.540.988</b>	<b>69.709.770.282</b>	<b>63.678.540.988</b>

**2. COSTS OF GOODS SOLD**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025	Year 2024	Year 2025	Year 2024
	VND	VND	VND	VND
Cost of contributing clean water	63.889.252.402	57.076.938.465	63.889.252.402	57.076.938.465
Cost of construction, supply, installation of Water Industry Equipment	2.087.025.978	1.270.020.018	2.087.025.978	1.270.020.018
Cost of consulting and construction supervision services	-	308.377.698	-	308.377.698
Cost of goods sold	20.581.076	18.998.286	20.581.076	18.998.286
<b>Total</b>	<b>65.996.859.456</b>	<b>58.674.334.467</b>	<b>65.996.859.456</b>	<b>58.674.334.467</b>

**3. INCOME FROM FINANCIAL ACTIVITIES**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025	Year 2024	Year 2025	Year 2024
	VND	VND	VND	VND
Interest Income from Deposits and Loans	16.721.943.670	306.938.394	16.721.943.670	306.938.394
Dividends and Distributed Profits	-	15.480.000.000	-	15.480.000.000
<b>Total</b>	<b>16.721.943.670</b>	<b>15.786.938.394</b>	<b>16.721.943.670</b>	<b>15.786.938.394</b>

**4. EXPENSES FROM FINANCIAL ACTIVITIES**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025	Year 2024	Year 2025	Year 2024
	VND	VND	VND	VND
Interest expenses	16.317.744.958	20.244.835.849	16.317.744.958	20.244.835.849
Custody Fees, Bank Fees, and Other Financial Costs	40.490.557.269	5.691.600	40.490.557.269	5.691.600
<b>Total</b>	<b>56.808.302.227</b>	<b>20.250.527.449</b>	<b>56.808.302.227</b>	<b>20.250.527.449</b>

**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)**

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**5. SELLING EXPENSES**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025 VND	Year 2024 VND	Year 2025 VND	Year 2024 VND
Employee Expenses	3.536.782.612	2.511.050.779	3.536.782.612	2.511.050.779
Depreciation of Fixed Assets	225.801.399	225.801.399	225.801.399	225.801.399
Expenses for Outsourced Services and Other Costs	681.607.858	602.612.493	681.607.858	602.612.493
<b>Total</b>	<b>4.444.191.869</b>	<b>3.339.464.671</b>	<b>4.444.191.869</b>	<b>3.339.464.671</b>

**6. GENERAL AND ADMINISTRATIVE EXPENSES**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025 VND	Year 2024 VND	Year 2025 VND	Year 2024 VND
Employee Expenses	4.269.606.133	4.028.363.807	4.269.606.133	4.028.363.807
Goodwill Amortized During the Period	1.278.302.454	689.746.221	1.278.302.454	689.746.221
Provision for Doubtful Debts	(274.580)	-	(274.580)	-
Management Consulting Service Fees	165.000.000	165.000.000	165.000.000	165.000.000
Depreciation of Fixed Assets	263.555.060	277.673.178	263.555.060	277.673.178
Taxes, Fees, and Charges	22.224.056	17.801.407	22.224.056	17.801.407
Expenses for Outsourced Services	2.236.302.096	1.881.965.666	2.236.302.096	1.881.965.666
<b>Total</b>	<b>8.234.715.219</b>	<b>7.060.550.279</b>	<b>8.234.715.219</b>	<b>7.060.550.279</b>

**7. OTHER INCOME**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025 VND	Year 2024 VND	Year 2025 VND	Year 2024 VND
Support Payments for Relocation of Water Supply Systems Under Urban Development Projects in Pleiku	194.800.926	217.547.223	194.800.926	217.547.223
Environmental Protection Fees Retained	185.958.903	161.241.856	185.958.903	161.241.856
Other Income	70.612.157	9.000	70.612.157	9.000
<b>Total</b>	<b>451.371.986</b>	<b>378.798.079</b>	<b>451.371.986</b>	<b>378.798.079</b>

**8. OTHER EXPENSES**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025 VND	Year 2024 VND	Year 2025 VND	Year 2024 VND
Other expenses	1.043.078	-	1.043.078	-
<b>Total</b>	<b>1.043.078</b>	<b>-</b>	<b>1.043.078</b>	<b>-</b>



**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)** FORM B 09-DN/HN

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**9. CORPORATE INCOME TAX**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025	Year 2024	Year 2025	Year 2024
	VND	VND	VND	VND
Current CIT Expenses Incurred During the Period	1.284.769.830	1.236.031.004	1.284.769.830	1.236.031.004
CIT Incentives Enjoyed as Per Regulations	-	(237.855.390)	-	(237.855.390)
<b>Total Current Tax Expenses Recognized in the Report</b>	<b>1.284.769.830</b>	<b>998.175.614</b>	<b>1.284.769.830</b>	<b>998.175.614</b>

**10. BASIX EARNINGS PER SHARE**

	QUARTER 1		Accumulated from January 1st to March 31th	
	Year 2025	Year 2024	Year 2025	Year 2024
	VND	VND	VND	VND
Net profit after tax of the equity holders of parent	(51.436.762.901)	(5.669.404.508)	(51.436.762.901)	(5.669.404.508)
<b>Profit Attributable to Common Sharehol</b>	<b>(51.436.762.901)</b>	<b>(5.669.404.508)</b>	<b>(51.436.762.901)</b>	<b>(5.669.404.508)</b>
Weighted Average Outstanding Common Shares During the Period	64.522.104	64.522.104	64.522.104	64.522.104
<b>Basic earnings per share</b>	<b>(797)</b>	<b>(88)</b>	<b>(797)</b>	<b>(88)</b>

**VII. OTHER INFORMATION**

**1. SEGMENT REPORTING**

To meet management purposes, the Company's organizational structure is divided into various departments. Accordingly, the primary segment report is based on the type of business activity. The Company does not report by geographical area, as its core operations and service delivery are primarily concentrated in Ho Chi Minh City. Business activities in other provinces and cities across the country are not considered material.

The segment report includes: items that are directly allocated to a segment as well as items allocated to segments based on a reasonable allocation method. Unallocated items include: assets, liabilities, financial income, financial expenses, selling expenses, administrative expenses, other gains or losses, and corporate income tax.

The primary activities of the business segments are as follows::

- Consulting and Construction Segment: Provision of consulting, construction, supply, and installation services for environmental treatment equipment in the water sector.
- Clean Water Business Unit: Engaged in the supply of clean water

**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)**

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**The Segment Report based on Business Results is as follows:**

	Clean water business	Revenue from construction and installation of water supply equipment and materials	Revenue from goods sales	Total
<b>Doanh thu</b>				
External supply	66.643.551.165	3.042.453.637	23.765.480	69.709.770.282
Inter-department supply	-	-	-	-
<b>Total revenue</b>	<b>66.643.551.165</b>	<b>3.042.453.637</b>	<b>23.765.480</b>	<b>69.709.770.282</b>
<b>Capital price/ Expenses</b>				
External supply	63.889.252.402	2.087.025.978	20.581.076	65.996.859.456
Inter-department supply	-	-	-	-
Loại trừ nội bộ	-	-	-	-
<b>Total Cost</b>	<b>63.889.252.402</b>	<b>2.087.025.978</b>	<b>20.581.076</b>	<b>65.996.859.456</b>
<b>Gross profit by business</b>				
External supply	2.754.298.763	955.427.659	3.184.404	3.712.910.826
Inter-department supply	-	-	-	-
<b>Total segment profit</b>	<b>2.754.298.763</b>	<b>955.427.659</b>	<b>3.184.404</b>	<b>3.712.910.826</b>
Financial revenue				16.721.943.670
Financial expenses				56.808.302.227
Selling expenses				4.444.191.869
General and administrative expenses				8.234.715.219
Share of profit/loss in associates				-
<b>Net profit from business operations</b>				<b>(49.052.354.819)</b>
Other income				451.371.986
Other expenses				1.043.078
Current corporate income tax expense				1.284.769.830
Deferred corporate income tax expense				-
<b>Total profit after tax</b>				<b>(49.886.795.741)</b>

**2. TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

*List of Related Parties:*

Name of the Company	Relationship
DNP - Water Joint Stock Company	Parent Company
Sai Gon - Pleiku Water Supply Corporation	Affiliated Company
Binh Thuan Water Supply Sewage JSC	Under common control
DNP Hawaco Southerm JSC	Under common control



**THE CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES (CONT)** FORM B 09-DN/HN

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During the year, the Company entered into the following significant transactions with related parties:

	From January 1st, 2025 to March 31st, 2025 VND	From January 1st, 2024 to March 31st, 2024 VND
<b>DNP-WATER JOINT STOCK COMPANY</b>		
Interest Payable Incurred During the Period	6.009.958.904	9.733.160.845
<b>SAI GON - PLEIKU WATER SUPPLY CORPORATION</b>		
SGW Provided Financial Support	-	1.000.000.000
Repayment of Capital Support	500.000.000	-
<b>DNP HAWACO SOUTHERM JSC</b>		
Purchase of goods and services during the period	2.544.047.741	-
Payment for goods and services during the period	2.582.207.181	-

Material balances with related parties at the end of the fiscal year:

	31/03/2025 VND	01/01/2025 VND
<b>SAI GON - PLEIKU WATER SUPPLY CORPORATION</b>		
Receivables for capital support	119.161.134.593	119.661.134.593
Provision for doubtful debts	(61.478.672.501)	(61.478.672.501)
<b>DNP-WATER JOINT STOCK COMPANY</b>		
Payables for capital support (principal)	233.000.000.000	233.000.000.000
Payables for capital support (interest)	6.076.986.301	67.027.397
<b>DNP HAWACO SOUTHERM JSC</b>		
Liabilities for purchases of goods and services	70.400.000	111.242.340

Compensation of the Board of Management for the Year:

	From January 1st, 2025 VND	From January 1st, 2024 VND
Salaries, Bonuses, and Other Income	1.061.390.000	766.000.000
	<b>1.061.390.000</b>	<b>766.000.000</b>

**3. EVENTS AFTER THE END OF THE FISCAL YEAR**

There have been no important events arising after March 31, 2025, that require adjustment or disclosure in the Consolidated Financial Statements.



Nguyễn Thị Thanh Bình  
Preparer  
On April 23, 2025



Hoàng Thị Xuân  
Chief Accountant



Nguyễn Thị Hồng Hạnh  
Deputy General Manager