**PWS: Report on the progress of using proceeds from the public offering of securities**

On September 10, 2024, Phu Yen Water Supply and Sewerage Joint Stock Company announced Report No. 80/BC-CTN on the progress of using proceeds from the public offering of securities as follows:

1. Securities for public offering
2. Name of the offered securities: Securities of Phu Yen Water Supply and Sewerage Joint Stock Company.
3. Securities type: Common shares.
4. Par value: VND10,000.
5. Number of offered securities:

* Number of offered securities: 15,000,000 shares.
* Number of successfully offered securities: 14,798,179 shares.

1. Total mobilized capital:

* Total mobilized capital: VND159,000,000,000.
* Total successfully mobilized capital: VND156,860,697,400.

1. Starting date of the offering: November 30, 2018.
2. Completion date of the offering: January 28, 2019.

II. Plan on using the mobilized amount from the public offering:

1. Project progress announced according to the Prospectus:

1. Investment project to renovate and upgrade the Tuy Hoa water plant with a capacity of 28,000 m3/day and night:

* Implementation time: Expected to complete the whole project in March 2019.
* Total investment value: VND80 billion;

1. Project to upgrade and expand Song Cau water plant from 5,000 m3/day and night to 8,000 m3/day and night:

* Implementation time: Expected to complete the whole project in Q1/2020.
* Total investment value: VND30 billion;

1. Investment project to upgrade the water plant in the Northeastern Song Cau area from 900m3/day and night to 5,000m3/day and night:

* Implementation time: Expected to implement construction at the beginning of 2019.
* Total investment value: VND40 billion;

1. Supplement working capital: VND09 billion;
2. Project implementation progress as of September 10, 2024
   1. Investment project to renovate and upgrade the Tuy Hoa water plant with capacity of a 28,000 m3/day and night:

* Implementation progress: The project was accepted and put into use in February 2020;
* Project settlement value (settled): VND54,321,159,508 (according to Decision No. 14/2021/QD-HDQT dated September 17, 2021 of the Board of Directors of the Company)
* Capital use progress: Disbursed VND54 billion, reached 67.5% (compared to the total investment value according to the Prospectus).
  1. Project to upgrade and expand Song Cau water plant from 5,000 m3/day and night to 8,000 m3/day and night:
* Implementation progress:
* The project was approved for Investment Project (Feasibility Study) at Decision No. 13/2018/QD-HDQT dated September 28, 2018 of the Board of Directors of Phu Yen Water Supply and Sewerage Joint Stock Company;
* Since 2019, due to the impact of climate change, the surface water of Cau River has been depleted, at the same time, the sand dredging project of Cau River had been rejected (in Document No. 1730/UBND-KT dated August 28, 2019 of the People's Committee of Song Cau Town). This is an important category determining the feasibility of the project, so the project was behind schedule. In 2020, the Company continued to implement the project according to Document No. 6621/UBND-KT dated December 30, 2019 of the People's Committee of Phu Yen Province.
* Categories of clean water supply pipeline in the North: Completed the construction and put the construction into operation and use from November 2, 2021, ensuring water supply for the northern area of Song Cau Town (the area of Xuan Phuong Commune, Song Cau Town, Phu Yen Province).
* The remaining categories of the project: Raw water collection and pipeline; Water treatment area; The clean water supply pipeline in the South of Song Cau Town has not been implemented due to the lack of dredging of the Cau River sand to create a reservoir to ensure raw water for the factory, specifically as follows:

❖ According to the conclusion at the Meeting on January 23, 2018 chaired by the People's Committee of Song Cau Town, with the participation of the Departments and divisions, the dredging of the upstream work is implemented by the People's Committee of Song Cau Town. The contents and time of the dredging have been approved by the People's Committee of Song Cau Town in Document No. 1827/UBND-KT dated September 26, 2018. However, on August 28, 2019, the People's Committee of Song Cau Town issued Document No. 1730/UBND-KT announcing that the dredging work would not be implemented as the initial agreement. Phu Yen Water Supply and Sewerage Joint Stock Company announced Report No. 67/BC-CTN dated July 7, 2022 on the policy of dredging sand from the Cau River to create a water reservoir to solve the problem of water shortage in the dry season in the following years for the Song Cau Water Plant, it is necessary to dredge sand from the Cau River to create a temporary reservoir with a capacity of 500,000 m3 (meeting the treatment capacity of 8,000 m3/day and night during the dry season of 40-45 days), in the long term, when the Province invests in building Xuan Lam Reservoir, it will invest in building a new Water Treatment Plant with a capacity size to meet the water demand according to the development orientation of the Town. Regarding the content of dredging sand from the Cau River to create a raw water source for the Song Cau Water Plant, the Company sent Report No. 34/BC-CTN dated March 14, 2023 to the People's Committee of Phu Yen Province to request investment policy, and currently waiting for the Provincial People's Committee to meet and resolve.

* The project approved for adjustment in Decisions of the Board of Directors of Phu Yen Water Supply and Sewerage Joint Stock Company: No. 09/2023/QD-HDQT dated August 31, 2023 on approving the project adjustment policy; No. 09/2024/QD-HDQT dated June 17, 2024 on approving the adjustment of the Project Feasibility Study Report and the contractor selection plan for the construction drawing design phase of phase 2A of the Project to: Upgrade and expand Song Cau Water Plant from 5,000 m3/day and night to 8,000 m3/day and night. In which, the project is divided into 02 investment phases as follows:
* Phase 1: Construction of the Northern water supply pipeline (completed)
* Phase 2:
* Phase 2A: Invest in renovating the water treatment area to meet the surface water treatment capacity of 5,300 m3/day and night, invest in 420 meters of raw water pipeline to bring surface water to the treatment area; implementation time: In 2023-2024
* Phase 2B: Invest in water raising works on Cau River, surface water collection works, raw water pipeline, filter tank, level II pumping station, clean water supply pipeline items in the South, etc. to meet the capacity of 8,000 m3/day and night; implementation time: After dredging sand on Cau River.
* Implementation of phase 02A construction: Contractor selection for phase 02A of the project is underway, expected to begin in September 2024.
* Capital use progress: Disbursed VND6,017 million, reached about 20% (including survey expenses, preparation of the project's Feasibility Study Report, construction expenses to complete the Northern Clean Water Pipeline, project adjustment consultancy);
  1. Investment project to upgrade the water plant in the Northeastern Song Cau from 900m3/day and night to 5,000 m3/day and night:
* Implementation progress:
* The project was approved in Decision No. 05/2019/QD-HDQT dated January 28, 2019.
* The Company adjusted the investment project due to changes in investment contents, including: Changing the water intake location and building a new water plant due to climate change drying up the water source; expanding the scope of water supply to meet the socio-economic development needs of the locality and in accordance with the approved Water Supply Plan of Phu Yen Province. The People's Committee of Phu Yen Province approved the investment policy and approved the investor in Decision No. 1730/QD-UBND dated November 29, 2021 and Decision No. 08/2023/QD-HDQT dated August 31, 2023 of the Board of Directors of Phu Yen Water Supply and Sewerage Joint Stock Company with the adjusted project name of "Investment in upgrading the water plant in the Northeastern Song Cau area from 900m3/day and night to 10,000m3/day and night" with the following information:
* Water supply scope: Xuan Binh, Xuan Loc, Xuan Hai, and Xuan Canh Communes in Song Cau Town, Phu Yen Province.
* Investment size:

1. Area of used land: About 8,000 m2.
2. Design capacity: 10,000 m3/day and night, investment phases are as follows:

* Phase 1 (until 2025): Capacity of 5,000 m3/day and night.
* Phase 2 (until 2030): Capacity of 10,000 m3/day and night, completely converted to exploiting surface water of Xuan Binh reservoir (closing underground water exploitation wells and not using the existing water treatment area of ​​Northeastern Song Cau Water Plant with a capacity of 900 m3/day and night).

1. Architectural scale:

* Phase 1:
* Water collection works and raw water pipes: Construct a new surface water collection work with a capacity of 10,000 m3/day and night; Install water pump equipment with a capacity of 4,000 m3/day and night and electrical control and power systems; install raw water pipelines to bring water to the water treatment area with a capacity of 10,000 m3/day and night; build a new road to the collection facility.
* Water treatment plant area: Construct a new water treatment plant area with a capacity of 4,000 m3/day and night (phase 2021-2025 and taking into account the demand for the phase up to 2030; the water supply capacity of the existing plant is 1,000 m3/day and night), including: Settling reaction tank cluster with a capacity of 4,000 m3/day and night, filter tank with a capacity of 4,000 m3/day and night, clean water tank with a tank capacity of 2,000 m3; construction of items: Pump station, chemical plant, sludge settling tank, sludge pressing plant, sludge drying yard, operating house and other auxiliary works; installation of new factory equipment, power system, control system and lighting system.
* Clean water supply pipeline: Construct a new clean water transmission and distribution pipeline for the communes: Xuan Binh, Xuan Loc, Xuan Hai and Xuan Canh, in which, connects to the clean water pipeline system of the existing Northeastern Song Cau water plant (the water supply capacity of the existing plant is 1,000 m3/day and night).
* Phase 2: Completely convert to exploiting surface water of Xuan Binh reservoir (close underground water exploitation wells and do not use the existing water treatment area of ​​Northeastern Song Cau Water Plant with a capacity of 900m3/day and night), including the following items:
* Water collection works: Install pumping equipment and electrical control system of the raw water pumping station to meet the increased capacity of 6,000 m3/day and night.
* Water treatment plant area: Construct a new cluster of sedimentation reaction tanks to meet the capacity of 6,000 m3/day and night; filter tank with a capacity of 6,000 m3/day and night; install related control equipment.
* Clean water supply pipeline: Zone and disconnect the system from the existing Northeastern Song Cau water plant.
* Total investment: VND110 billion, in which:
* Shareholder capital contribution: VND40 billion (using mobilized contributed capital from shareholders).
* Loan capital: VND70 billion;
* Implementation progress:
* Completed procedures for converting forest use to other purposes (Decision No. 271/QD-UBND dated February 23, 2022); approve routes with infrastructure management units (in Documents No. 05/TT-HT dated March 30, 2022, No. 06/TT-HT dated May 10, 2022 of the People's Committee of Song Cau Town; No. 3774/TCDBVN-QLBTDB dated June 27, 2022 of Vietnam Road Administration; No. 13/DLSC-KH-KT dated June 22, 2022 of Song Cau Power Company), approved the project's environmental impact assessment Report (in Decision No. 1297/QD-UBND dated October 31, 2022 of the People's Committee of Phu Yen Province). Completed compensation payment according to Official Dispatch No. 369/CV-PTQD dated October 23, 2023 of Song Cau Town Land Fund Development Center and investment deposit procedures (Department of Planning and Investment), approved the project in Decision No. 10/QD-HDQT dated October 23, 2023.
* Currently, there are still some issues related to land lease procedures such as: Waiting for the People's Committee of Phu Yen Province to approve the update and adjustment of land use planning to 2030 of Song Cau Town (expected in September 2024), then the Company submit to the Department of Natural Resources and Environment to appraise the land use needs for the project and lease land according to regulations.

1. Capital use progress: Disbursed VND3,823 million, reached about 10% (calculated on VND40 billion of mobilized capital) (including survey expenses, preparation of the Feasibility Study Report, appraisal of the Feasibility Study Report, investigation of current forest status, replacement forest planting expenses when changing land use purpose, appraisal of the Environmental Impact Assessment, measurement of cadastral maps for land clearance, compensation payment, preparation of construction drawing design; consultancy on preparation of the Feasibility Study Report for adjusted project).
2. Changes, adjustments (if any), and reasons for adjustment:
   1. Investment project to renovate and upgrade the Tuy Hoa water plant with a capacity of 28,000 m3/day and night:

* Adjustment: Adjust the time to implement the project until the end of 2020
* Adjust the time to implement the project according to Decision No. 983/QD-UBND dated July 03, 2019 by the People's Committee of Phu Yen Province to ensure the time of land allocation and land lease complying with regulations.
* Adjust the time to implement the project according to Decision No. 06/2020/QD-HDQT dated February 17, 2020 of the Board of Directors of Phu Yen Water Supply and Sewerage Joint Stock Company to ensure the time of examining acceptance activities of the State management authority and the settlement time when the project is finished.
  1. Project to upgrade and expand Song Cau water plant from 5,000 m3/day and night to 8,000 m3/day and night:
* Adjustment:
* Adjust the project implementation time according to Decision No. 38/2020/QD-HDQT dated October 20, 2020 of the Board of Directors of Phu Yen Water Supply and Drainage Joint Stock Company to implement the construction of the Northern clean water pipeline, supplying water to people in Xuan Phuong Commune and the actual situation of Cau River raw water source.
* Project investment phase and implementation time according to Decision No. 09/2023/QD-HDQT dated August 31, 2023 of the Board of Directors of Phu Yen Water Supply and Sewerage Joint Stock Company to meet the current capacity of Song Cau Water Plant, promptly supply the clean water needs of people in the inner city of Song Cau Town and the actual situation of the raw water source of the Plant during the phase when the Provincial People's Committee has not yet approved the policy of dredging Cau River sand.
  1. Investment project to upgrade the water plant in the Northeastern Song Cau area from 900m3/day and night to 5,000m3/day and night:

Adjustment: Supplement the project investment size, supplement the construction of a new water plant and adjust the location of raw water exploitation (the project requested to lease land for implementation) and the Provincial People's Committee approved the investment policy in Decision No. 1730/QD-UBND dated November 29, 2021 with the adjusted project name of "Investment in upgrading the water plant in the Northeastern Song Cau from 900m3/day and night to 10,000m3/day and night".

* Reasons:
* Regarding water sources: Due to the unexpected impact of climate change, the dry season in 2019 was really severe. Due to the water level in the lake being lower than the level of the lowest outlet, the irrigation canal leading water from Xuan Binh Lake has no stream flow to exploit water. Therefore, the plan on exploiting raw water from the irrigation canal was impossible and the water intake location of the project must be adjusted to take water directly from Xuan Binh Lake.
* Regarding capacity size: The capacity of the plant according to the approved Policy is a maximum of 5,000 m3/day and night, this capacity does not ensure the water supply planning of Phu Yen Province until 2025, with a vision to 2050 approved by the Provincial People's Committee in Decision No. 1175/QD-UBND dated June 8, 2019 (Capacity until 2025 is 9,000 m3/day and night). Therefore, it is necessary to adjust the size of the capacity and, at the same time, build a new water plant to meet technical requirements due to the increase in capacity.

The adjusted contents of the projects still ensure the proper use of mobilized capital./.