

VIETVALUES Audit and Consulting Co., Ltd
Member firm of JPA International
Registered office : 33 Phan Van Khoc, ward 13, district 5, HCMC
Da Nang office : 63/5 Tran Quoc Toan, Phuoc Ninh ward, Hai Chau district,
Da Nang City
Email : contact@vietvalues.com Website : www.vietvalues.com



INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2024

HUE WATER SUPPLY JOINT STOCK COMPANY

INDEX

Contents	Page
1. Statement of the Board of Directors	02 - 06
2. Independent Auditor's Report	07 - 08
3. Balance sheet as at December 31, 2024	09 - 10
4. Income statement for the fiscal year ended December 31, 2024	11
5. Statement of cash flows for the fiscal year ended December 31, 2024	12
6. Notes to the financial statements for the fiscal year ended December 31, 2024	13 - 45



HUE WATER SUPPLY JOINT STOCK COMPANY
STATEMENT OF THE BOARD OF DIRECTORS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City
For the fiscal year ended December 31, 2024

STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of Hue Water Supply Joint Stock Company presents its report together with the audited financial statements for the fiscal year ended December 31, 2024.

1. Overview

Hue Water Supply Joint Stock Company (hereinafter referred to as the "Company") was established through the equitization of Thua Thien Hue State-owned Single - Member Limited Liability Company for Construction and Water Supply under Decision No. 3226/QĐ-UBND dated December 15, 2016, issued by the People's Committee of Thua Thien Hue Province. The Company is an independent accounting entity, operating under Enterprise Registration Certificate No. 3300101491 dated December 27, 2005, issued by the Department of Planning and Investment of Thua Thien Hue Province (this Enterprise Registration Certificate has been amended six times, with the most recent amendment on January 3, 2025), the Law on Enterprises, the Company's Charter, and other applicable legal regulations.

The Company was approved to trade its common shares on the UpCom of the Hanoi Stock Exchange under Decision No. 443/QĐ-SGDHN dated July 19, 2018, issued by the General Director of the Hanoi Stock Exchange. The stock code of the Company is HWS, and the official trading date was July 19, 2018.

Charter capital: VND 876,000,000,000
Paid-in-capital as at 31/12/2024 VND 876,000,000,000

2. Operating office

- Address: 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City, Viet Nam
- Tel: (84) 234.3815555
- Fax: (84) 234.3826580
- Email: info@huewaco.com.vn

Dependent Units: In 2024, the Company had 09 dependent accounting units, including:

No.	Name of Enterprise	Address
1.	Hue Water Supply Enterprise under Thua Thien Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Hue City, Thua Thien Hue Province
2.	Huong Dien Water Supply Enterprise under Thua Thien Hue Water Supply Joint Stock Company	1 Thong Nhat, Tu Ha Ward, Huong Tra Town, Thua Thien Hue Province
3.	Huong Phu Water Supply Enterprise under Thua Thien Hue Water Supply Joint Stock Company	88 Thuan Hoa Street, Phu Bai Ward, Huong Thuy Town, Thua Thien Hue Province
4.	Construction Enterprise - Thua Thien Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Hue City, Thua Thien Hue Province
5.	Pipeline Management Enterprise - Thua Thien Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Hue City, Thua Thien Hue Province
6.	Electromechanical Enterprise - Thua Thien Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Hue City, Thua Thien Hue Province
7.	Vehicle and Machinery Enterprise - Thua Thien Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Hue City, Thua Thien Hue Province



  2. 

HUE WATER SUPPLY JOINT STOCK COMPANY
STATEMENT OF THE BOARD OF DIRECTORS (Cont'd)

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City
For the fiscal year ended December 31, 2024

8.	Customer Service and Business Center - Thua Thien Hue Water Supply Joint Stock Company	17 Nguyen Thai Hoc, Phu Hoi Ward, Hue City, Thua Thien Hue Province
9.	Branch of the Center for Automated Water System Operation under Thua Thien Hue Water Supply Joint Stock Company	Truong Da Hamlet, Nguyet Bieu Village, Thuy Bieu Ward, Hue City, Thua Thien Hue Province

From January 12, 2025, the Company has 08 dependent accounting units as follows:

No.	Name of enterprise	Address
1.	Branch of Huong Giang Water Supply Enterprise under Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Thuan Hoa District, Hue City
2.	Branch of Huong Dien Water Supply Enterprise under Hue Water Supply Joint Stock Company	01 Thong Nhat, Tu Ha Ward, Huong Tra Town, Hue City
3.	Branch of Huong Phu Water Supply Enterprise under Hue Water Supply Joint Stock Company	88 Thuan Hoa Street, Phu Bai Ward, Huong Thuy Town, Hue City
4.	Branch of Construction Enterprise under Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Thuan Hoa District, Hue City
5.	Business Location of Maintenance Enterprise – Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Thuan Hoa District, Hue City
6.	Business Location of Materials & Vehicles Enterprise – Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City
7.	Business Location of Business & Customer Service Center – Hue Water Supply Joint Stock Company	17 Nguyen Thai Hoc, Phu Hoi Ward, Thuan Hoa District, Hue City
8.	Branch of Automated Water Supply Operation Center under Hue Water Supply Joint Stock Company	Truong Da Hamlet, Nguyet Bieu Village, Thuy Bieu Ward, Thuan Hoa District, Hue City

3. Principal activities

- Water extraction, treatment, and supply. Details: Production and trading of clean water.
- Manufacture of non-alcoholic beverages and mineral water. Details: Production of bottled purified drinking water; Production of alkaline ionized water.
- Wholesale of beverages. Details: Trading of bottled purified drinking water; Trading of alkaline ionized water.
- Manufacturing other metal products not elsewhere classified. Details: Manufacturing machinery, materials, and equipment for the water industry.
- Wholesale of machinery, equipment, and spare parts. Details: Trading of mechanical processing products, machinery, materials, and equipment for the water industry. Engaging in business partnerships, acting as a distributor, representative, or agent for materials, equipment, and technologies related to the Company's business activities.
- Other professional, scientific, and technological activities not elsewhere classified. Details: Preparing investment projects for urban and rural drainage works.
- Architectural and related technical consultancy activities. Details:
 - + Designing urban and rural water supply and drainage systems.
 - + Consulting on civil, industrial, and infrastructure projects.
 - + Designing civil, industrial, and infrastructure projects.

01
IAN
Y TI
VAT
NV
AI
NAN
1-TP

 3 

- + Consulting on technology transfer to minimize non-revenue water.
- + Consulting on water treatment technology transfer.
- + Consulting on IT application transfer in the water supply sector.
- Construction of other civil engineering works. Details: Construction of urban and rural water supply systems. Construction of civil, industrial, and infrastructure projects.
- Management consultancy activities. Details: Consulting on urban and rural water supply and drainage projects. Consulting on and transferring safe water supply practices.
- Manufacturing building materials from clay. Details: Production of construction materials.
- Wholesale of construction materials and installation equipment. Details: Trading in construction materials.
- Rental of machinery, equipment, and other tangible goods. Details: Leasing machinery and equipment for the construction of water supply and drainage projects.
- IT services and other computer-related services. Details: Developing IT solutions for the water supply and drainage sector.
- Other manufacturing not elsewhere classified. Details: Developing water treatment technology.
- Technical testing and analysis. Details: Inspecting the quality and reliability of cold water meters.

4. Board of Directors, Board of Supervisors, Executive Board and Chief Accountant

Members of Board of Directors, Board of Supervisors, Executive Board and Chief Accountant during the year and up to the date of this report are as follows:

4.1 Board of Directors

Name	Position	Date of Appointment/Reappointment	Dismissal date
Mr. Le Quang Minh	Chairman	24/12/2021	
Mr. Truong Cong Han	Member	01/09/2023	
Mr. Duong Quy Duong	Member	17/06/2022	
Mr. Vuong Dinh Nam	Member	17/06/2022	
Mr. Nguyen Trong Hieu	Member	30/05/2023	

4.2 Board of Supervisors

Name	Position	Date of Appointment/Reappointment	Dismissal date
Mr. Truong Ngu Binh	Head of board	30/05/2023	
Ms. Tran Thi Be	Member	17/06/2022	
Ms. Dao Thi Hoang Oanh	Member	17/06/2022	

4.3 Executive Board and Chief Accountant

Name	Position	Date of Appointment/Reappointment	Dismissal date
Mr. Duong Quy Duong	General Director	17/06/2022	
Mr. Nguyen Lien Minh	Deputy General Director	30/05/2023	
Mr. Cao Huy Tuong Minh	Deputy General Director	30/05/2023	
Mr. Truong Cong Han	Deputy General Director	01/09/2023	
Mr. Vuong Dinh Nam	Chief Accountant	17/06/2022	





**HUE WATER SUPPLY JOINT STOCK COMPANY
STATEMENT OF THE BOARD OF DIRECTORS (Cont'd)**

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City

For the fiscal year ended December 31, 2024

5. The Legal Representative

The Legal Representative of the Company during the year and up to the date of this report are:

Name	Position	Date of Appointment	Dismissal date
Mr. Le Quang Minh	Chairman of the Board of Directors	24/12/2021	

6. Assessment of Operational Performance

The operational results and financial position of Hue Water Supply Joint Stock Company for the fiscal year ended December 31, 2024, are presented in the financial statements from pages 09 to 45.

7. Subsequent events

In the opinion of the Board of Directors, the Company's financial statements for the fiscal year ended December 31, 2024 would not be seriously affected by any important items, transactions, or any extraordinary events happened up to the reporting date, which need any adjustments to the figures or disclosures in the consolidated financial statements

8. Auditors

Branch of Audit and Consulting Co., Ltd. in Da Nang city - **VIETVALUES** is appointed perform to audit the financial statements of the Company for the fiscal year ended December 31, 2024. Branch of Audit and Consulting Co., Ltd. in Da Nang city - **VIETVALUES** has expressed its desire to continue being appointed as the Company's independent auditor.

9. Responsibility of the Board of Directors

The Board of Directors is responsible for preparing the financial statements to present fairly and accurately the financial position, income statement, and cash flow of the Company for the year. In preparing these financial statements, the Board of Directors has:

- Selecting suitable accounting policies and then applying them consistently.
- Making reasonable and prudent judgments and estimates.
- Stating whether applicable accounting principles have been followed or not and there are any significant discrepancies that should be presented and explained in the financial statements.
- Preparing the financial statements on a going concern basis, unless it is inappropriate to presume that the Group will continue as a going concern.
- Establishing and implementing the internal control systems effectively in order to limit the risks of material misstatement due to fraud or mistakes in the preparation and presentation of financial statements.

The Board of Directors ensures that the relevant accounting books are fully kept in order to reflect the financial position of the Company, the results of its operations with reasonable accuracy at anytime and in compliance with the applied accounting system. The Board of Directors is also responsible for managing the assets of the Group and therefore has taken appropriate measures to prevent and detect frauds and legal regulations related to the preparation and presentation of consolidated financial statements.

The Board of Directors has complied with the above commitments and requirements in preparing the financial statements.



**HUE WATER SUPPLY JOINT STOCK COMPANY
STATEMENT OF THE BOARD OF DIRECTORS (Cont'd)**

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City
For the fiscal year ended December 31, 2024

10. Approval of financial statements

We, the Board of Directors, approve the attached financial statements. The financial statements have accurately and fairly reflected the financial position of the Company as of December 31, 2024, as well as the results of operations and cash flows for the fiscal year ended on the same date, in accordance with Accounting Standards, the Vietnamese Accounting System, and relevant legal regulations on the preparation and presentation of financial statements.

On behalf of the Board of Directors



LE QUANG MINH
Chairman of the Board of Directors
Hue City, March 06, 2025

287
H
NG
TO
L
U
Đ
H

B *mu* ⁶ *me*



Số: 12/2025/BCKT/AUD-DNVVALUES

INDEPENDENT AUDITOR'S REPORT

To: THE SHAREHOLDERS, THE BOARD OF DIRECTORS, AND THE EXECUTIVE BOARD OF HUE WATER SUPPLY JOINT STOCK COMPANY

We have audited the accompanying Financial Statements of Hue Water Supply Joint Stock Company (hereinafter referred to as "the Company"), prepared on March 06, 2025, from page 09 to page 45, which comprise the Balance sheet as at December 31, 2024, Income statement, Statement of cash flows for the fiscal year then ended and Notes to the financial statements.

Responsibility of the Board of Directors

The Company's Board of Directors is responsible for the preparation and fair presentation of the Company's financial statements in accordance with accounting standards, the Vietnamese Accounting System, and relevant legal regulations concerning the preparation and presentation of financial statements. They are also responsible for internal control as determined necessary by the Board of Directors to ensure that the financial statements are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

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

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

Basis for the qualified audit opinion

According to note number V.10 "Construction in progress costs" which includes:

- Some projects that arose before 2022 were not tracked in detail by the Company, with a balance as of December 31, 2024, amounting to 24,056,136,226 VND.

- The adjustment pursuant to Conclusion No. 1209/KL-TTr dated November 4, 2022, by the Thua Thien Hue Provincial Inspectorate, as presented in point b of Note V.10, amounts to VND 35,462,016,997.

017
ANH
Y TNH
A TUI
VIỆ
ANG
TP. Đ

INDEPENDENT AUDITOR'S REPORT (Cont'd)

Based on the documents currently available at the Company, we are unable to perform alternative procedures to verify the existence of the above items or their potential impact (if any) on other related items in the attached 2024 financial statements.

Auditor's Qualified Opinion

In our opinion, except for the impact (if any) of the issues mentioned in the section "Basis for the qualified audit opinion", the financial statements present fairly, in all material respects, the financial position of Hue Water Supply Joint Stock Company as at 31/12/2024, and its financial performance and its cash flows for the fiscal year then ended, in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accountings Regime, and other regulations relevant to the preparation and presentation of financial statements.

Da Nang City, March 06, 2025

Branch of VIETVALUES Audit and Consulting Co., Ltd. in Da Nang City



Huynh Minh Hung – Vice Director of Branch

Audit Practicing Registration Certificate

No. 3402-2025-071-1

Authorized signature

Tran Quoc Bao - Auditor

Audit Practicing Registration Certificate

No. 5199-2021-071-1

File:

- *As above.*
- *Save VIETVALUES.*

HUE WATER SUPPLY JOINT STOCK COMPANY

Address: No. 103, Bui Thi Xuan Street, Phuong Duc Ward, Thuan Hoa District, Hue City

Balance Sheet

As at December 31, 2024

BALANCE SHEET

As at December 31, 2024

Unit: VND

Code	ASSETS	Notes	Dec 31, 2024	Jan 01, 2024
1	2	3	4	5
100	A. SHORT-TERM ASSETS		468,368,679,618	465,883,222,321
110	I. Cash and cash equivalents		141,063,076,907	138,286,608,368
111	1. Cash	V.1a	21,063,076,907	8,286,608,368
112	2. Cash equivalents	V.1b	120,000,000,000	130,000,000,000
120	II. Short-term financial investments		81,162,254,424	75,701,817,005
121	1. Trading securities		-	-
123	2. Investments held to maturity	V.2	81,162,254,424	75,701,817,005
130	III. Short-term receivables		161,812,852,988	160,155,322,018
131	1. Short-term trade receivables	V.3	44,141,016,232	51,380,418,364
132	2. Short-term prepayments to suppliers	V.4	110,866,176,442	103,801,134,629
136	3. Other short-term receivables	V.5a	7,415,511,454	5,552,856,573
137	4. Short-term provision for doubtful debts	V.6	(609,851,140)	(579,087,548)
140	IV. Inventories	V.7	57,937,053,083	48,813,189,402
141	1. Inventories		57,937,053,083	48,813,189,402
149	2. Allowances for decline in value of inventories		-	-
150	V. Other short-term assets		26,393,442,216	42,926,285,528
151	1. Short-term prepaid expenses	V.11a	1,593,096,740	895,224,670
152	2. Deductible VAT	V.14	22,657,492,901	36,070,569,194
153	3. Taxes and other receivables to the State	V.14	2,142,852,575	5,960,491,664
200	B. LONG-TERM ASSETS		1,524,264,889,409	1,566,058,371,174
210	I. Long-term receivables		174,024,000	174,024,000
216	1. Other long-term receivables	V.5b	174,024,000	174,024,000
219	2. Long-term provision for doubtful debts		-	-
220	II. Fixed assets		1,313,442,001,427	1,386,130,674,732
221	1. Tangible fixed assets	V.8	1,311,403,044,778	1,384,241,040,165
222	- Historical costs		3,441,250,288,609	3,373,074,958,697
223	- Accumulated depreciation		(2,129,847,243,831)	(1,988,833,918,532)
227	2. Intangible fixed assets	V.9	2,038,956,649	1,889,634,567
228	- Historical costs		7,482,231,222	6,589,968,000
229	- Accumulated depreciation		(5,443,274,573)	(4,700,333,433)
230	III. Investment properties		-	-
240	IV. Long-term assets in progress		193,456,640,974	173,642,667,364
241	1. Long-term work in progress		-	-
242	2. Construction in progress	V.10	193,456,640,974	173,642,667,364
250	V. Long-term financial investments		-	-
260	VI. Other long-term assets		17,192,223,008	6,111,005,078
261	1. Long-term prepaid expenses	V.11b	17,192,223,008	6,111,005,078
268	2. Other long-term assets		-	-
270	TOTAL ASSETS		1,992,633,569,027	2,031,941,593,495

 9

HUE WATER SUPPLY JOINT STOCK COMPANY

Address: No. 103, Bui Thi Xuan Street, Phuong Duc Ward, Thuan Hoa District, Hue City

Balance Sheet (Cont'd)

As at December 31, 2024

Code	RESOURCES	Notes	Dec 31, 2024	Jan 01, 2024
1	2	3	4	5
300	C. LIABILITIES		872,735,100,567	942,634,224,931
310	I. Short-term liabilities		265,770,299,743	282,836,540,787
311	1. Short-term trade payables	V.12	27,454,623,326	35,442,819,863
312	2. Short-term advances from customers	V.13	10,466,490,072	19,120,591,346
313	3. Taxes and other payables to government budget	V.14	4,922,585,304	8,124,067,620
314	4. Payables to employees	V.15	23,795,368,500	24,500,966,831
315	5. Short-term accrued expenses	V.16	5,236,732,340	6,453,753,940
319	6. Other short-term payables	V.17a	113,185,678,659	109,600,739,733
320	7. Short-term borrowings and finance lease liabilities	V.18a	60,349,728,702	59,226,614,024
321	8. Provision for short-term payables	V.19	10,425,157,900	11,229,121,700
322	9. Bonus and welfare fund	V.20	9,933,934,940	9,137,865,730
330	II. Long-term liabilities		606,964,800,824	659,797,684,144
337	1. Other long-term payables	V.17b	6,075,305,000	35,621,976,352
338	2. Long-term borrowings and finance lease liabilities	V.18b	600,889,495,824	624,175,707,792
400	D. OWNER'S EQUITY		1,119,898,468,460	1,089,307,368,564
410	I. Owner's equity	V.21	1,119,898,468,460	1,089,307,368,564
411	1. Contributed capital		876,000,000,000	876,000,000,000
411a	- Ordinary shares with voting rights		876,000,000,000	876,000,000,000
411b	- Preference shares		-	-
415	2. Capital surplus (*)		(2,170,000,000)	(2,170,000,000)
418	3. Development investment funds		69,396,571,063	45,882,968,592
421	4. Undistributed profit after tax		176,671,897,397	169,594,399,972
421a	- Undistributed profit after tax brought forward		41,686,191,501	37,465,426,864
421b	- Undistributed profit after tax for the current year		134,985,705,896	132,128,973,108
430	II. Other sources and funds		-	-
440	TOTAL RESOURCES		1,992,633,569,027	2,031,941,593,495

Preparer



NGUYEN HUNG HAI

Chief Accountant



VUONG DINH NAM



Hue City, March 06, 2025

Chairman of the Board of Directors



LE QUANG MINH

HUE WATER SUPPLY JOINT STOCK COMPANY

Address: No. 103, Bui Thi Xuan Street, Phuong Duc Ward, Thuan Hoa District, Hue City

Income Statement

For the fiscal year ended as of December 31, 2024

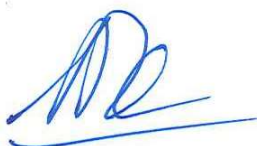
INCOME STATEMENT

For the fiscal year ended as of December 31, 2024

Unit: VND

Code	ITEMS	Notes	Current year	Previous year
1	2	3	4	5
01	1. Revenues from sales and services rendered	VI.1	670,180,413,702	635,006,846,074
02	2. Revenue deductions		-	-
10	3. Net revenues from sales and services rendered		670,180,413,702	635,006,846,074
11	4. Costs of goods sold	VI.2	376,786,872,862	370,166,775,960
20	5. Gross revenues from sales & services rendered		293,393,540,840	264,840,070,114
21	6. Financial income	VI.3	5,862,560,434	10,182,302,082
22	7. Financial expenses	VI.4	72,149,011,139	59,159,985,242
23	- In which: Interest expenses		44,799,925,020	41,038,926,688
25	8. Selling expenses	VI.5.2	23,115,806,072	21,639,158,088
26	9. General administration expenses	VI.6	58,755,569,006	52,466,993,611
30	10. Net profits from operating activities		145,235,715,057	141,756,235,255
31	11. Other income	VI.7	14,042,418,591	23,346,899,578
32	12. Other expenses	VI.8	4,262,106,028	11,984,455,039
40	13. Other profits		9,780,312,563	11,362,444,539
50	14. Total net profit before tax		155,016,027,620	153,118,679,794
51	15. Current corporate income tax expenses	V.13	20,030,321,724	20,989,706,686
52	16. Deferred corporate income tax expenses		-	-
60	17. Profits after corporate income tax		134,985,705,896	132,128,973,108
70	18. Earnings per Share	VI.10	1,283	1,267
71	19. Diluted Earnings per Share	VI.11	1,283	1,267

Preparer



NGUYEN HUNG HAI

Chief Accountant



VUONG DINH NAM

Hue City, March 06, 2025

Chairman of the Board of Directors




LE QUANG MINH

This report is read in conjunction with the Notes to Financial Statements



STATEMENT OF CASH FLOW
(Under indirect method)
For the fiscal year ended as of December 31, 2024

Unit: VND

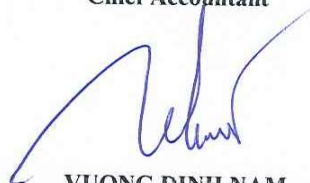
Code	Items	Notes	Current year	Previous year
1	2	3	4	5
	I. CASH FLOW FROM OPERATING ACTIVITIES			
01	1. Profit before tax		155,016,027,620	153,118,679,794
	2. Adjustments for			
02	- Depreciation and amortisation	V.8, V.9	152,976,708,208	152,408,060,802
03	- Provisions	VI.17	(773,200,208)	3,789,287,542
04	- Gain, loss on unrealize difference rate differences from revaluation of accounts derived from foreign currencies	VI.4	26,434,354,523	17,817,305,178
05	- Gain, loss from investment activities		(5,844,335,231)	(10,157,527,757)
06	- Interest expenses	VI.4	44,799,925,020	41,038,926,688
08	3. Operating profit before adjustments to working capital		372,609,479,932	358,014,732,247
09	- Increase, decrease in accounts receivables		14,489,506,752	33,429,565,330
10	- Increase, decrease in inventories		(9,123,863,681)	(5,069,957,589)
11	- Increase, decrease in accounts payables (exclusive of interest payables, enterprise income tax payables)		(44,049,609,138)	(42,779,904,008)
12	- Increase, decrease in prepaid expenses		(11,779,090,000)	(2,733,132,791)
14	- Interest paid		(44,923,870,350)	(39,662,658,693)
15	- Corporate income tax paid	V.12	(23,584,899,740)	(14,700,000,000)
16	- Other revenue from operating activities		-	-
17	- Other payments on operating activities		(20,584,686,790)	(14,322,167,984)
20	Net cash from operating activities		233,052,966,985	272,176,476,512
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Expenditures for purchase, construction of fixed assets		(100,132,772,105)	(128,643,439,516)
22	2. Proceeds from disposals of fixed assets and other long-term assets		-	278,979,051
23	3. Expenditures on borrowing and purchase of debt instruments		(5,460,437,419)	(40,701,817,005)
24	4. Collection of loans and repurchase of debt instruments of other entities		-	5,000,000,000
25	5. Investments in other entities		-	-
27	6. Interest and dividend received		6,928,012,891	7,843,654,776
30	Net cash from investing activities		(98,665,196,633)	(156,222,622,694)
	III. CASH FLOW FROM FINANCING ACTIVITIES			
33	1. Sums received from borrowings	VII.1	11,543,025,941	17,024,151,712
34	2. Payment of loan principal	VII.2	(60,140,477,754)	(46,139,107,271)
36	3. Dividends and interest paid to owners		(83,013,850,000)	(78,644,700,000)
40	Net cash from financing activities		(131,611,301,813)	(107,759,655,559)
50	Net cash flows during the fiscal year		2,776,468,539	8,194,198,259
60	Cash and cash equivalents at the beginning of fiscal year		138,286,608,368	130,092,410,109
61	Effect of foreign exchange difference		-	-
70	Cash and cash equivalents at the end of fiscal year		141,063,076,907	138,286,608,368

Preparer



NGUYEN HUNG HAI

Chief Accountant

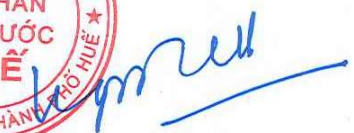


VUONG DINH NAM



Hue City, March 06, 2025

Chairman of the Board of Directors



LE QUANG MINH

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City
For the fiscal year ended as of December 31, 2024

Notes to the financial statements

NOTES TO THE FINANCIAL STATEMENTS

For the fiscal year ended as of December 31, 2024

These notes are an integral part of and should be read in conjunction with the Financial Statements for the fiscal year ended as of December 31, 2024.

I. NATURE OPERATIONS

1. Form of ownership

Hue Water Supply Joint Stock Company (hereinafter referred to as the "Company") was established through the equitization of Thua Thien Hue State-owned Single - Member Limited Liability Company for Construction and Water Supply under Decision No. 3226/QĐ-UBND dated December 15, 2016, issued by the People's Committee of Thua Thien Hue Province.

The Company operates as an independent accounting entity in accordance with Enterprise Registration Certificate No. 3300101491, issued by the Hue Authority for Planning and Investment on December 27, 2005. This certificate has been amended five times, with the most recent amendment on December 24, 2021. The Company operates under the Law on Enterprises, its Charter, and relevant legal regulations.

The Company was approved to trade its common shares on the UpCom of the Hanoi Stock Exchange under Decision No. 443/QĐ-SGDHN dated July 19, 2018, issued by the General Director of the Hanoi Stock Exchange. The stock code of the Company is HWS, and the official trading date was July 19, 2018.

2. Principal scope of bussiness: Water production and supply.

3. Operating activities

The Company's line of business is:

- Water exploitation, treatment, and supply. Details: Production and trading of clean water.
- Manufacture of non-alcoholic beverages and mineral water. Details: Production of bottled purified drinking water; Production of alkaline ionized water.
- Wholesale of beverages. Details: Trading of bottled purified drinking water; Trading of alkaline ionized water.
- Architectural and related technical consultancy activities. Details:
 - + Design of urban and rural water supply and drainage works.
 - + Consultancy for civil, industrial, and technical infrastructure projects.
 - + Consultancy on water treatment technology transfer.
- Construction of other civil engineering projects. Details: Construction of urban and rural water supply projects. Construction of civil, industrial, and technical infrastructure projects.
- Management consultancy activities. Details: Consultancy on urban and rural water supply and drainage projects. Consultancy and transfer of safe water supply management..
- Rental of machinery, equipment, and other tangible goods. Details: Rental of machinery and equipment for the construction of water supply and drainage projects.

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

- Other manufacturing activities not classified elsewhere. Details: Fabrication of water treatment technology.
- Technical testing and analysis. Details: Inspection of quality and reliability of cold water meters.

4. Normal course of the business cycle

The Company's normal course of the business cycle is 12 months.

5. Corporate structure

As on December 31, 2024 the Company has 09 dependent accounting units. General information about the Company's subsidiaries and affiliates is as follows:

No.	Company	Address
1.	Hue Water Supply Enterprise under Thua Thien Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Hue City, Thua Thien Hue Province
2.	Huong Dien Water Supply Enterprise under Thua Thien Hue Water Supply Joint Stock Company	1 Thong Nhat, Tu Ha Ward, Huong Tra Town, Thua Thien Hue Province
3.	Huong Phu Water Supply Enterprise under Thua Thien Hue Water Supply Joint Stock Company	88 Thuan Hoa Street, Phu Bai Ward, Huong Thuy Town, Thua Thien Hue Province
4.	Construction Enterprise - Thua Thien Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Hue City, Thua Thien Hue Province
5.	Pipeline Management Enterprise - Thua Thien Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Hue City, Thua Thien Hue Province
6.	Electromechanical Enterprise - Thua Thien Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Hue City, Thua Thien Hue Province
7.	Vehicle and Machinery Enterprise - Thua Thien Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Hue City, Thua Thien Hue Province
8.	Customer Service and Business Center - Thua Thien Hue Water Supply Joint Stock Company	17 Nguyen Thai Hoc, Phu Hoi Ward, Hue City, Thua Thien Hue Province
9.	Branch of the Center for Automated Water System Operation under Thua Thien Hue Water Supply Joint Stock Company	Truong Da Hamlet, Nguyet Bieu Village, Thuy Bieu Ward, Hue City, Thua Thien Hue Province

From January 12, 2025, the Company has 8 dependent accounting units as follows:

No.	Name of enterprise	Address
1.	Branch of Huong Giang Water Supply Enterprise under Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Thuan Hoa District, Hue City
2.	Branch of Huong Dien Water Supply Enterprise under Hue Water Supply Joint Stock Company	01 Thong Nhat, Tu Ha Ward, Huong Tra Town, Hue City
3.	Branch of Huong Phu Water Supply Enterprise under Hue Water Supply Joint Stock Company	88 Thuan Hoa Street, Phu Bai Ward, Huong Thuy Town, Hue City
4.	Branch of Construction Enterprise under Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Thuan Hoa District, Hue City
5.	Business Location of Maintenance Enterprise – Hue Water Supply Joint Stock Company	36 Thanh Hai, Thuy Xuan Ward, Thuan Hoa District, Hue City
6.	Business Location of Materials & Vehicles Enterprise – Hue Water Supply Joint Stock Company	103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City



HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

7.	Business Location of Business & Customer Service Center – Hue Water Supply Joint Stock Company	17 Nguyen Thai Hoc, Phu Hoi Ward, Thuan Hoa District, Hue City
8.	Branch of Automated Water Supply Operation Center under Hue Water Supply Joint Stock Company	Truong Da Hamlet, Nguyet Bieu Village, Thuy Bieu Ward, Thuan Hoa District, Hue City

6. Employees

As on December 31, 2024, there are 508 persons who are working at the Company. (There are 512 persons as at January 1, 2024).

7. Influencing Factors

The Company has no events related to the legal environment, market developments, business operation characteristics, management, finance, mergers, divisions, splits, or changes in scale,... that affect the Company's financial statements during the year.

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

The currency used in accounting and financial statements is Vietnam Dong (VND) due to receipts and payments are mainly used in Vietnam Dong (VND).

III. APPLICABLE ACCOUNTING STANDARDS AND SYSTEM

1. Applicable accounting standards and system

The Company applied the Vietnamese Accounting Standards, Vietnamese corporate accounting regime, which was guided under Circular No. 200/2014/TT-BTC dated 22/12/2014, Circular No. 53/2016/TT-BTC dated 21/03/2016 issued by the Ministry of Finance related to the preparation and presentation of financial statements.

Accordingly, the accompanying Balance sheet as on December 31, 2024, income statement, statement of cash flows and notes to financial statement for the fiscal year then ended and the use of these reports are not intended for persons who are not provided with information on accounting procedures, principles and practices in Vietnam. And furthermore, they are not intended to present the financial position, results of operations and cash flows in accordance with widely accepted accounting principles and practices in countries and territories other than Vietnam..

2. Declaration of compliance with accounting standards and system

The Board of Management ensures compliance with the requirements of Vietnamese accounting standards and Vietnamese corporate accounting regime issued in accordance with Circular No. 200/2014/TT-BTC dated 22/12/2014, Circular No. 53/2016/TT-BTC dated 21/03/2016 as well as circulars guiding the implementation of accounting standards of the Ministry of Finance related to the preparation and presentation of financial statements.



11/21/2024 H 31 01/21

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

IV. APPLICABLE ACCOUNTING POLICIES

1. Basis of preparing the financial statements

These financial statements were prepared on an accrual basis (excluding information relating to cash flows).

2. Cash and cash equivalents

Cash comprises cash on hand, cash at bank, cash in transit and cash equivalents.

Cash equivalents are short-term investments which are collectable or mature within 3 months at the date of purchase, readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3. Financial investments

Held-to-maturity investments

Investments are classified as held to maturity when the Company has the intention and ability to hold until the maturity date. Held-to-maturity investments include term deposits with banks (including treasury bills, promissory notes), bonds and preferred stocks that must be repurchased by issuers at a certain time in the future and held to maturity loans for the purpose of earning periodic interest and other held to maturity investments.

Held-to-maturity investments are initially stated at historical cost, which includes the purchase price and expenses associated with the purchase of investments. After initial receipt, these investments are recorded at recoverable value. Interest income from held-to-maturity investments after the acquisition date is recognized in the income statement on an accrual basis. Interest earned before the holding of the Company is recorded as a deduction at historical cost at the time of purchase.

When there is solid evidence that a part or all of the investment may not be recoverable and the losses are reliably determined, losses are recognized in financial expenses in the year and reduced direct investment value.

4. Receivables

Receivables are presented at cost less allowance for doubtful debts.

The classify of trade receivables and other receivables is presented following this principle:

- Trade receivables include commercial receivables generating from purchase-sale related transactions between the Company and buyers, also include receivables from sale export goods conducted by consignees.
- Other receivables include non-commercial receivables which is not related to buying-selling transactions.

Allowance for doubtful debts is made for each bad debt when:

- Overdue receivables recorded in economic contracts, loan agreements, contract commitments, or debt commitments, that the business has repeatedly claimed but has not yet been able to collect. Determining the overdue duration of a receivable debt that is deemed to be bad and necessitates provisioning is based on the principal payback time as the original purchase and sale contract, regardless of a debt extension between parties;
- Debts receivable are not due for payment but the debtor has fallen into bankruptcy or is undergoing dissolution procedures, missing or absconding.



11 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

The increase, decrease in balance of allowance for doubtful debts need to be made at the end of the balance sheet date and recorded in the administrative expenses

5. Inventories

Inventories are recognized as lower cost between historical and net realizable values.

Inventories' cost is determined that:

- Materials, goods: included purchase cost and other directly related cost occurred to recognize inventories' cost at the current place and status.
- Work-in-progress: includes direct raw material costs, direct labour and general costs.

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'.

Inventories' cost is recognized with the method weighted average cost and managed by perpetual system.

Allowance for decline in inventories was created when net realizable value was lower than historical cost. For services provided in progress, the provision for discounts is calculated according to the specific type of service with a separate price. The increasing, decreasing amount in balance of allowance for decline in inventories need to be made at the end of the balance sheet date and recorded in the cost of goods sold.

6. Prepaid expenses

Prepaid expenses is classified into short-term prepaid expense and long-term prepaid expenses on the Balance sheet and are allocated over the prepaid period or the period in which economic benefits are generated from these expenses.

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepaid expenses of the Company include:

Tools and instruments

Cost of tools and instruments being put into use are amortized in accordance with the straight-line method for a period of not more than 36 months.

7. 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.

[Handwritten signatures and initials]

10
AN
TI
VI
NG
P.E

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

Depreciating the cost of tangible fixed assets is calculated on straight-line method. Depreciation amount determined is based on historical cost and estimated useful-life of the assets. The time of depreciation is associated with Circular 45/2013/TT-BTC dated 25/04/2013 of Ministry of Finance. In details

<u>Kind of assets</u>	<u>Useful life (years)</u>
Buildings, structures	08 – 30
Machineries, equipment	04 – 10
Means of transportation and transmitters	07 – 21
Office equipment and furniture	04 – 10

8. Intangible fixed assets

Intangible fixed assets are stated at initial cost less accumulated amortization.

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 related to intangible fixed assets arising after initial recognition are recognized as production and business expenses in the year unless these costs are associated with a specific intangible fixed asset. and increase economic benefits from these assets.

When intangible 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.

Intangible fixed assets of the Company as follows.

Software program

The cost associated with computer software programs is not an integral part of the related hardware capitalized. The cost of computer software is all the expenses paid by the Company by the time the software is put into use. Depreciating the cost of computer software is calculated on straight-line method within 03 – 05 years.

9. Construction in progress

Construction expenses in progress reflect the cost directly attributing (including relevant interest expense suitable with the accounting policies of the Company) to the assets in the process of building, machinery and equipment being installed to serve the purpose of manufacturing, leasing and management, as well as costs related to the repair of fixed assets are performing. These assets are recorded at cost and are not amortized.

10. Liabilities and accruals

Liabilities and accruals are recognized for payable amounts in the future related to the received goods and services. Accruals are recognized based on the reasonable estimates of the payable amounts.

Payables are classified as trade payables, accruals, internal payables and other payables comply with the following principles:

- Trade payables reflect the commercial elements arising from purchasing transactions of goods, services, assets and the seller is an independent entity, include payables from import by a trustee.
- Accruals reflect the payables to the received goods and services from seller or provided to buyer but not yet paid due to do not have invoice or insufficient accounting records and vouchers and payable to employees on sabbatical salary, operating costs must be accrued.



HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

- Internal payables reflect accounts payable between superior units and affiliated units that do not have the legal status of dependent accounting.

11. Loans and finance lease liabilities

Loans and finance lease liabilities are reflected at historical cost and classified into current liabilities and long-term liabilities when presented in the Financial Statement.

The Company monitors loans and finance lease liabilities according to their creditors, loan agreements, principal terms, remaining terms and original currencies. Loans and financial lease liabilities that are monetary items denominated in foreign currencies are revalued at the selling exchange rate at the end of the period of the commercial bank where the Company regularly has transactions.

12. Owners' equity

The owner's contributed capital

The owner's contributed capital reflects the amount of capital actually contributed by the shareholders.

Capital surplus

Capital surplus is recognized by the difference between the issuing price and the denomination of shares at the first issue, additional issuance, the difference between the reissue price and the book value of treasury shares and the Capital portion of convertible bonds at maturity. Direct expenses related to the additional issuance of shares and re-issuance of treasury shares are recorded to reduce the capital surplus.

The owner's other funds

The owner's other funds are formed by supplementing from the results of business operations, asset revaluation and the remaining value between the fair value of donated assets after subtracting payable tax (if any) related to these assets.

13. Profit distribution

Profits after corporate income taxes is distributed to the shareholders after building funds in accordance with the Company's Charter as well as law and the approval of the General Meeting of Shareholders.

The profit distribution is considered non-cash items included in undistributed earnings that may affect cash flows and ability to pay as interest due to revaluation of assets contributed as capital; revaluation of monetary items; revaluation of financial instruments and other non-monetary items.

Dividends are record as payables at the time of approval of the shareholders' meeting.

14. Recognition of revenue

Revenue is recognized when the Company has the ability to receive certain economic benefits that can be reliably determined. Revenue are determined at the fair value of the amounts collected or to be earned after deduction of trade discounts, sales devaluation and sales returns.

Revenue from selling goods and finished products

Revenue from sales is recognized when all of the following conditions are met:

- The Company has transferred most of risks and benefits associated with ownership of products, goods to the buyer.

28
CHI
NG
TO
TU
CH

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

- The Company no longer hold the right to manage goods as owners or the right to control goods.
- Revenue is determined with relative certainty.
- The Company has gained or will gain economic benefits from the good sale transaction.
- Costs related to sale transactions may be determined.

Revenue from services rendered

Revenue of a service provision transaction is recognized when the outcome of that transaction is determined reliably. In case the service is performed for many periods, the revenue recorded during the period is based on the results of the work completed on the end of the fiscal year date. The outcome of the service provision transaction is determined when all of the following conditions are satisfied:

- Revenue is determined relatively reliably.
- It is possible to obtain economic benefits from the service provision.
- Determine the completed work portion at the end of the fiscal year.
- Determine the costs incurred for the transaction and the cost to complete the transaction to provide that service

Interest

Interest is recognized on an accrual basis, determined on the balance of deposit accounts and actual interest rates for each period

15. Revenue deductions

Revenue deductions are adjusted reductions of total revenue in the year, include: sale discount, devaluation of sale and sale returns.

16. Cost of goods sold

Cost of goods sold is the total cost of goods, finished products and direct costs of the volume of goods and services provided, other expenses are included or recorded reducing in the cost of goods.

17. Financial expenses

Financial expenses are the costs related to financial activities including expenses or losses associated with financial investment activities, lending and borrowing costs, loss of short-term securities transfers, transaction costs of selling currencies, provisions for investment losses in the units, other, losses arising when selling foreign currencies, exchange rate losses....

18. Selling expenses and General administration expenses

Selling expenses and General & administration expenses are all costs related to the process of selling products, goods, rendering of services and general administration expenses of the Company.

19. Borrowing costs

Borrowing costs include loan interest and other costs directly related to loans.

Borrowing costs are recognized into expenses when incurred. Where the borrowing costs are directly related to the investment in construction or production of assets in progress need a long enough period (more than 12 months) to be put into use for the intended purpose or sold, these borrowing costs are capitalized. For separate loans for the construction of fixed assets, investment properties, interest is capitalized even if the construction period is less than 12 months. Income arising from temporary investment of loans is recorded at a decrease in the cost of related assets.

07
I ANH
Y TN
VA TL
VI
AI
I ANH
TP

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

For general loans, which are used to invest in construction or production of assets in progress, the capitalized borrowing costs are determined by the capitalization ratio to the average accumulated cost arise for the investment in capital construction or manufacturing of that asset. Capitalization rates are calculated using weighted average interest rates on outstanding loans during the year, excluding separate loans to form a particular asset.

20. Foreign currency transaction

Transactions denominated in foreign currencies are converted into VND using the actual exchange rate at the date of the transaction. The balances of monetary items denominated in foreign currencies at the year end are revaluated at the actual exchange rate of that date.

Foreign exchange differences arising on transactions in foreign currencies in the period are recognized in financial income or expenses. Exchange differences arising from revaluation of monetary items denominated in foreign currencies at the fiscal year ended date, after balancing increase and decrease differences, are recorded in financial income or expenses.

Exchange rate used for converting transactions denominated in foreign currency is the actual exchange rate at the time of the transactions. Actual exchange rates for foreign currency transactions are determined as follows:

- Actual exchange rate when trading foreign currencies (forex forward contracts for immediate delivery, forward contracts, futures contracts, options contracts, swap contracts): the exchange rate in the foreign currency trading contract signed between the Company and the bank.
- In case the contract does not state the payment rate:
 - For capital contributions or receipt of capital contributions: the buying rate of the bank where the Company opens its account to receive investors' capital at the date of contribution.
 - For receivables: the buying rate of the commercial bank where the Company appoints its customer for making payment at the transaction time.
 - For payables: the selling rate of commercial bank where the Company anticipates conducting transactions at the date of the transactions.
 - For purchases of assets or expenses paid immediately in foreign currency (not through the payable accounts): the buying rate of the commercial bank where the Company makes payment.

Exchange rate used for revaluation of balance of the monetary items denominated in foreign currencies at the end of the fiscal year is determined based on the following principles:

- For foreign currency accounts in banks: the buying rate of the bank where the Company opens its foreign currency accounts.
- For monetary items denominated in foreign currencies classified as other assets: the buying rate of the bank where the Company regularly has transactions.
- For monetary items denominated in foreign currencies classified as liabilities: the selling rate of the bank where the Company regularly has transactions.

At the company, the foreign exchange selling rate of the Vietnam Bank for Agriculture and Rural Development – Hue Branch as of December 31, 2023, is 25,551 VND/USD.

21. Corporate income tax

Corporate income tax during the period includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

accounting figures, non-deductible expenses as well as adjustment of non-taxable incomes and transferred losses.

Deferred corporate income tax

Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the financial statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of taxable income in the future against which the temporarily deductible differences can be used.

Book values of deferred corporate income tax assets are considered at the balance sheet dates and will be reduced to the rates that ensure enough taxable income against which the benefits from a part of or all of the deferred income tax can be used. Deferred corporate income tax assets are not yet recorded in before that will be reconsidered as at the accounting period ended and recorded when being reliably taxable profit to be able to use these deferred income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rates to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the income statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity of the company.

Deferred income tax assets and deferred income tax liabilities should be offset when:

- The Company has a legal right to implement the offset of current income tax assets and current income tax payable; and
- Those deferred income tax assets and deferred income tax payable related to corporate income tax is administered by the same tax authority:
 - For the same taxable entity; or
 - The Company intends to pay current income tax payable and current income tax assets on the basis of net or recover assets at the same time with the payment of liabilities in each future period when the significant deferred income tax payable or deferred income tax assets to be paid or recovered.

22. Segment Reporting

A business segment is a separately identifiable component engaged in the production or provision of products and services, bearing economic risks and benefits distinct from other business segments.

A geographical segment is a separately identifiable component engaged in the production or provision of products and services within a specific economic environment, bearing economic risks and benefits distinct from business segments in other economic environments.

23. Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions, or where the Company and other party are subject to common control or significant influence.

When considering the relationship of related parties, the nature of the relationship is much paid attention to rather than its legal form.

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

V. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE BALANCE SHEET

Unit: VND

1. Cash and cash equivalents

a. Cash

	Dec 31, 2024	Jan 01, 2024
Cash in hand	45,025,948	56,803,202
Cash at bank	21,018,050,959	8,229,805,166
Total	21,063,076,907	8,286,608,368

b. Cash equivalents

	Dec 31, 2024	Jan 01, 2024
1 month term deposits	80,000,000,000	90,000,000,000
- Vietnam Joint Stock Commercial Bank of Industry and Trade - Thua Thien Hue Branch	10,000,000,000	10,000,000,000
- Vietnam Joint Stock Commercial Bank of Industry and Trade - Southern Thua Thien Hue Branch	20,000,000,000	20,000,000,000
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Hue Branch	15,000,000,000	25,000,000,000
- The Maritime Commercial Joint Stock Bank - Hue Branch	10,000,000,000	10,000,000,000
- Vietnam Bank for Agriculture and Rural Development - Thua Thien Hue Branch	15,000,000,000	20,000,000,000
- Vietnam Bank for Agriculture and Rural Development - Southern Huong River Branch	10,000,000,000	5,000,000,000
3 months term deposits	40,000,000,000	40,000,000,000
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Hue Branch	20,000,000,000	20,000,000,000
- The Maritime Commercial Joint Stock Bank - Hue Branch	10,000,000,000	10,000,000,000
- Vietnam Bank for Agriculture and Rural Development - Southern Huong River Branch	10,000,000,000	10,000,000,000
Total	120,000,000,000	130,000,000,000

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

2. Held-to-maturity investments

	Dec 31, 2024	Jan 01, 2024
More than 3 months to 1 year term deposits	81,162,254,424	75,701,817,005
- Joint Stock Commercial Bank for Investment and Development of Vietnam - Thua Thien Hue Branch	30,000,000,000	30,000,000,000
- Joint Stock Commercial Bank for Investment and Development of Vietnam - Phu Xuan Branch	25,000,000,000	25,000,000,000
- Saigon-Hanoi Commercial Joint Stock Bank	11,162,254,424	10,701,817,005
- Vietnam Bank for Social Policies - Thua Thien Hue	5,000,000,000	-
- Vietnam Bank for Agriculture and Rural Development - Hue Branch	10,000,000,000	10,000,000,000
Total	81,162,254,424	75,701,817,005

3. Short-term trade receivables

	Dec 31, 2024	Jan 01, 2024
Receivables from customers being related parties	-	-
Receivables from other customers	44,141,016,232	51,380,418,364
Water bill debt	29,520,398,320	38,020,504,830
Others	14,620,617,912	13,359,913,534
Total	44,141,016,232	51,380,418,364

As of December 31, 2024, a total of VND 756,801,450 in short-term receivables from customers is overdue and has not been recovered.

4. Short-term prepayment to suppliers

	Dec 31, 2024	Jan 01, 2024
Prepayments to related parties	-	-
Prepayments to other entities	110,866,176,442	103,801,134,629
TNG investment and construction joint stock Company (a)	102,240,495,219	97,322,265,205
Others	8,625,681,223	6,478,869,424
Total	110,866,176,442	103,801,134,629

(a) This is an advance payment in accordance with Contract No. 05/2020/HUEWACO-TNG dated November 2, 2020, regarding the design, supply of technology equipment, and construction of the Van Nien Water Treatment Plant – Phase 1: 60,000 m³/day and night, under the Van Nien Water Treatment Plant project with a total capacity of 120,000 m³/day and night.

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

5. Other receivables

a. Short-term

	Dec 31, 2024		Jan 01, 2024	
	Historical cost	Allowance	Historical cost	Allowance
Receivables from related parties	-	-	-	-
Receivables from other entities	7,415,511,454	-	5,552,856,573	-
Employee advance payment	92,310,000	-	243,050,000	-
Short-term deposits and pledges	127,615,885	-	-	-
Personal income tax receivable	4,740,156,327	-	1,342,259,764	-
Receivables from equitization	340,690,000	-	340,690,000	-
Receivables from employees for social insurance, health insurance, and unemployment insurance	271,029,115	-	279,078,314	-
Accrued interest receivable	1,572,449,147	-	2,656,126,807	-
Other receivables	271,260,980	-	691,651,688	-
Total	7,415,511,454	-	5,552,856,573	-

b. Long-term

	Dec 31, 2024		Jan 01, 2024	
	Historical cost	Allowance	Historical cost	Allowance
Deposits and pledges for PET bottle molds	174,024,000	-	174,024,000	-
Total	174,024,000	-	174,024,000	-

6. Short-term allowances for doubtful debts

	Dec 31, 2024	Jan 01, 2024
Allowances for receivable debt which has been overdue for 3 years or more	409,643,997	291,690,033
Allowances for receivable debt which has been overdue for between 2 years and under 3 years	105,783,101	145,119,358
Allowances for receivable debt which has been overdue for between 1 year and under 2 years	89,031,052	117,045,156
Allowances for receivable debt which has been overdue for between over 6 months and under 1 year	5,392,990	25,233,001
Total	609,851,140	579,087,548

Statement of changes in allowances for short-term doubtful debts

	Dec 31, 2024	Jan 01, 2024
Opening balance	579,087,548	510,558,206
Increasing	30,763,592	68,529,342
Decreasing	-	-
Closing balance	609,851,140	579,087,548

These notes are an integral part and should be read in conjunction with the Financial Statements for the fiscal year ended as of December 31, 2024

H. T. V. N. T. A. N. I. I. I.

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

7. Inventories

	Dec 31, 2024		Jan 01, 2024	
	Historical cost	Allowance	Historical cost	Allowance
Raw materials	45,247,892,947	-	38,922,156,996	-
Tools and supplies	7,368,335,818	-	5,628,481,433	-
Work in progress	5,203,812,123	-	3,992,676,573	-
Finished goods	117,012,195	-	269,874,400	-
Total	57,937,053,083	-	48,813,189,402	-

- Raw materials include materials used in the water industry, such as water pipes, water meters, valves, tees, and water treatment chemicals; construction materials such as iron, steel, sand, and cement; fuel for vehicles such as gasoline and oil; materials for bottled water production such as bottle shells, bottle caps, labels, and other materials.
- Tools and instruments are types of labor protection and hygiene tools.
- Work in progress is the value of uncompleted and untested grave construction works as of December 31, 2024.
- There is no stagnant, inferior-quality inventory on December 31, 2024.
- There is no inventory for collateral, mortgaged to ensure the debt as of December 31, 2024.

**HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS**

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

8. Tangible fixed assets

	Buildings and Architecture	Machinery and equipment	Means of transportation & transmitters	Office equipment	Total
Historical cost					
Opening balance	478,480,882,131	287,567,992,996	2,597,758,498,806	9,267,584,764	3,373,074,958,697
Increasing in the year	1,304,853,867	12,719,021,282	66,430,263,599	970,302,221	81,424,440,969
- Completed construction	1,139,581,140	2,487,327,554	59,340,388,957	-	62,967,297,651
- Purchase	165,272,727	10,231,693,728	7,089,874,642	970,302,221	18,457,143,318
Decreasing in the year	(27,000,000)	(13,000,582,921)	(97,709,954)	(123,818,182)	(13,249,111,057)
- State recovery	-	(10,698,807,206)	-	-	(10,698,807,206)
- Other reductions	(27,000,000)	(2,301,775,715)	(97,709,954)	(123,818,182)	(2,550,303,851)
Closing balance	479,758,735,998	287,286,431,357	2,664,091,052,451	10,114,068,803	3,441,250,288,609
Depreciation					
Opening balance	177,762,815,445	150,374,266,195	1,652,489,674,917	8,207,161,975	1,988,833,918,532
Increasing in the year	17,605,327,142	23,120,898,301	111,115,188,307	392,353,318	152,233,767,068
Decreasing in the year	-	(11,148,877,920)	-	(71,563,849)	(11,220,441,769)
- State recovery	-	(10,698,807,206)	-	-	(10,698,807,206)
- Other reductions	-	(450,070,714)	-	(71,563,849)	(521,634,563)
Closing balance	195,368,142,587	162,346,286,576	1,763,604,863,224	8,527,951,444	2,129,847,243,831
Net book value					
Opening balance	300,718,066,686	137,193,726,801	945,268,823,889	1,060,422,789	1,384,241,040,165
Closing balance	284,390,593,411	124,940,144,781	900,486,189,227	1,586,117,359	1,311,403,044,778

Cost of fixed assets that have depreciated fully are still using as of December 31, 2024: VND 1,180,184,912,534.

The cost of fixed assets that have depreciated fully are awaiting disposal as of December 31, 2024: VND 0.

Carrying amount of fixed assets mortgaged for loans as of December 31, 2024: VND 781,420,385,750 (Note V.18).

These notes are an integral part and should be read in conjunction with the Financial Statements for the fiscal year ended as of December 31, 2024

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa District, Hue City
 For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

9. Intangible fixed assets

	Software	Total
Historical cost		
Opening balance	6,589,968,000	6,589,968,000
Increase during the year	892,263,222	892,263,222
Decrease during the year	-	-
Closing balance	7,482,231,222	7,482,231,222
Depreciation		
Opening balance	4,700,333,433	4,700,333,433
Depreciation during the year	742,941,140	742,941,140
Decrease during the year	-	-
Closing balance	5,443,274,573	5,443,274,573
Net book value		
Opening balance	1,889,634,567	1,889,634,567
Closing balance	2,038,956,649	2,038,956,649

Cost of intangible fixed assets that have depreciated fully are still using as of December 31, 2024: VND 4,350,445,000.

The cost of fixed assets that have depreciated fully are awaiting disposal as of December 31, 2024: VND 0.

No intangible fixed assets mortgaged for loans as of December 31, 2024.

10. Construction in progress

	Dec 31, 2024	Jan 01, 2024
Basic construction - Projects under business capital	112,826,364,635	93,779,882,694
- Van Nien Water Plant project	6,245,847,715	-
- DN1200 Ductile Iron pipeline connecting H1-H2 section Quang Te, Thuy Xuan	-	7,866,633,326
- DN 355 HDPE line along Kinh Duong Vuong - Nguyen Van Tuyet street and distribution lines in Thuan An ward	6,528,298,652	5,349,437,090
- DN500 water supply pipeline over the Huong River bridge	6,805,248,464	-
- Construction of the automatic operation center for the water supply system (Category: Automation improvement of the filtration system at Quang Te 2 water plant)	3,587,008,650	1,973,132,175
- DK 315-225 HDPE pipeline (L=2169.43M) in Sia Town	2,908,715,311	-
- Other projects	62,695,109,617	50,481,426,186
- Other projects without details (a)	24,056,136,226	28,109,253,917
Basic construction - Adjustment according to Inspection Conclusion No. 1209/KL-TTr dated 04/11/2022 (b)	35,462,016,997	42,471,128,721
Basic construction - Projects funded by the state budget	7,781,449,418	7,482,057,381
- Thuong Long Water Plant with a capacity of 2,000 m ³ /day in Nam Dong district	4,335,087,872	2,731,990,423
- Other projects	3,446,361,546	4,750,066,958
Major repairs	37,386,809,924	29,909,598,568
- Other projects	37,386,809,924	29,909,598,568
Total	193,456,640,974	173,642,667,364

These notes are an integral part and should be read in conjunction with the Financial Statements for the fiscal year ended as of December 31, 2024

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

(a) The total value of construction in progress investment for projects initiated before 2022 has not been recorded in detailed tracking accounts for each project by the Company.

(b) According to the Conclusion of the Thua Thien Hue Provincial Inspectorate No. 1209/KL-TTr dated November 4, 2022, regarding compliance with laws on the management and use of state capital and assets, as well as the implementation of decisions by the Owner at the Company for the period from 2017 to 2021, the amount of ongoing construction investment costs determined by the Inspectorate differs from the Company's accounting records by a total of VND 35,462,016,997, due to the following reasons:

- ✓ Labor costs, equipment operation costs, and general costs related to construction projects amounting to VND 32,378,813,986 were recorded in the cost of goods sold instead of increasing the construction in progress investment costs.
- ✓ Labor costs, equipment operation costs, general costs, and non-existent expenses related to construction items funded by the state budget amounting to VND 3,083,203,011 were recorded in the cost of goods sold instead of increasing construction in progress costs.

The value of assets pledged as collateral for loans as of December 31, 2024, amounted to VND 6,245,847,715 (Refer to Note V.18).

11. Prepaid expenses

a. Short-term

	Dec 31, 2024	Jan 01, 2024
Rental costs	351,714,000	187,130,002
Other short-term prepaid expenses awaiting allocation	1,241,382,740	708,094,668
Total	1,593,096,740	895,224,670

b. Long-term

	Dec 31, 2024	Jan 01, 2024
Costs of Bach Ma branded water bottle covers	3,824,506,794	3,321,452,085
Major repair costs of fixed assets	8,482,206,079	-
Software services costs	248,883,757	-
Other long-term prepaid expenses awaiting allocation	4,636,626,378	2,789,552,993
Total	17,192,223,008	6,111,005,078

Situation of increase, decrease of short-term prepaid expenses

a. Short-term

	Current year	Previous year
Opening balance	895,224,670	-
Increasing in the year	2,930,604,544	2,380,560,719
Allocation in the year	(2,232,732,474)	(1,485,336,049)
Closing balance	1,593,096,740	895,224,670

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

b. Long-term

	Current year	Previous year
Opening balance	6,111,005,078	4,273,096,957
Increasing in the year	16,625,436,354	4,400,507,328
Allocation in the year	(5,544,218,424)	(2,562,599,207)
Closing balance	17,192,223,008	6,111,005,078

12. Short-term trade payables

	Dec 31, 2024	Jan 01, 2024
Trade payables to related parties (Refer to Notes No. VIII.1)	5,317,089,700	7,315,021,400
Meta Technical Infrastructure Joint Stock Company (formerly DNP Hawaco Electromechanical Joint Stock	5,317,089,700	5,096,430,000
DNP Hawaco Joint Stock Company	-	2,218,591,400
Trade payables to other entities	22,137,533,626	28,127,798,463
Toan Thang Loi Construction Joint Stock Company	7,869,910,390	7,869,910,390
Others	14,267,623,236	20,257,888,073
Total	27,454,623,326	35,442,819,863

As of December 31, 2024, the Company has no liability due but not yet paid.

13. Short-term prepayments from customers

	Dec 31, 2024	Jan 01, 2024
Prepayments from customers being related parties	-	-
Prepayments from other customers	10,466,490,072	19,120,591,346
Phong Dien District Land Development Center	-	8,710,412,000
Cotana Capital Real Estate Investment and Development Joint Stock Company	-	1,518,674,000
BRG Golf Joint Stock Company (a)	3,612,163,140	-
Others	6,854,326,932	8,891,505,346
Total	10,466,490,072	19,120,591,346

(a) BRG Golf Joint Stock Company made an advance payment for water supply under the service contract for the International Golf Course project, auxiliary service area, and resort villa area in Vinh Xuan Commune, Phu Vang District.

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

14. Taxes and other receivables, payables to States budget

	Opening balance		Payable during the fiscal year	Paid amounts during the fiscal year	Closing balance	
	Receivables	Payables			Receivables	Payables
Value added tax	2,142,852,575	-	79,844,483	79,844,483	2,142,852,575	-
Corporate income tax	-	3,974,569,815	20,030,321,724	23,584,899,740	-	419,991,799
Personal income tax	3,817,639,089	-	7,515,250,265	2,340,434,635	-	1,357,176,541
Natural resource tax	-	894,139,751	2,229,017,340	2,827,140,660	-	296,016,431
Land tax and land rent	-	-	1,189,952,839	1,189,952,839	-	-
Other taxes	-	-	18,000,000	18,000,000	-	-
Fees and charges	-	3,255,358,054	38,729,566,369	39,135,523,890	-	2,849,400,533
Total	<u>5,960,491,664</u>	<u>8,124,067,620</u>	<u>69,791,953,020</u>	<u>69,175,796,247</u>	<u>2,142,852,575</u>	<u>4,922,585,304</u>

The Company's tax reports will be subject to examination by the Tax Authority, the amount of tax presented on these financial statements may change as determined by the Tax Authority.

Value added tax

The Company has paid value added tax (VAT) in accordance with deduction method. The tax rate apply for all activities in accordance with relevant regulations.

Corporate income tax

The company products clean water and business in the field of socialization because it satisfies the requirements on the list of types, scale criteria, and standards of establishments implementing socialization in the field of environment according to the regulations. prescribed at Point 10, Section VI, List promulgated together with Decision No. 693/QĐ-TTg dated May 6, 2013 of the Prime Minister amending and supplementing Section V, List of types and regulatory criteria scale and standards of establishments implementing socialization in the field of environment promulgated together with the Prime Minister's Decision No. 1466/QĐ-TTg dated October 10, 2008 According to the provisions of Clause 3, Article 11 of Circular No. 96/2015/TT-BTC dated June 22, 2015 of the Ministry of Finance, stipulating "3. *The preferential tax rate of 10% throughout the operation period applies to: a) The enterprise's income from socialization activities in the fields of education - training, vocational training, health, culture, sport and environment, judicial expertise (hereinafter collectively referred to as the field of socialization).* Accordingly, the Company applies the CIT rate of 10% for production and business activities of clean water for daily life.

The Company must pay corporate income tax for other taxable income at the tax rate of 20%

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

The corporate income tax payable for the year is determined as follows:

	Current year	Previous year
Total accounting profits before corporate income tax	155,016,027,620	153,118,679,794
Adjustment to taxable income	4,409,452,956	12,049,455,039
Increasing adjustment	4,409,452,956	12,049,455,039
- Depreciation expense of fixed assets for cars with less than 9 seats corresponding to the portion of the original price exceeding 1.6 billion VND	118,737,637	39,579,212
- Remuneration costs for non-executive board members	60,000,000	65,000,000
- Other ineligible expenses	4,230,715,319	11,944,875,827
Decreasing adjustment	-	-
Total taxable income	159,425,480,576	165,168,134,833
- Income from the water sector	118,547,743,917	120,439,202,803
- Income from other business activities	40,877,736,659	44,728,932,030
Corporate income tax	20,030,321,724	20,989,706,686
- Income from the water sector (10%)	11,854,774,392	12,043,920,280
- Income from other business activities (20%)	8,175,547,332	8,945,786,406
Exempted and reduced corporate income tax	-	-
Current corporate income tax expense	20,030,321,724	20,989,706,686

In which:

- Current corporate income tax expense incurred this period	20,030,321,724	20,989,706,686
- Adjustment of prior period current corporate income tax expense into this period current corporate income tax expense	-	-

Land rental

Land rent is paid according to the tax authority's notification.

Other taxes

The Company has declared and paid under regulations.

15. Payables to employees

	Dec 31, 2024	Jan 01, 2024
Salary	23,795,368,500	24,500,966,831
Total	23,795,368,500	24,500,966,831

16. Short-term accrued expenses

	Dec 31, 2024	Jan 01, 2024
Interest expenses	3,037,901,189	3,161,846,519
Meal allowances	362,602,700	364,928,420
Electricity costs, telecommunications charges, office supplies	33,321,690	117,239,603
Outsourcing costs	1,419,459,558	2,434,751,107
Collection fees	207,629,155	119,028,391
Other expenses	175,818,048	255,959,900
Total	5,236,732,340	6,453,753,940

**HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS**

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

17. Other payables

a. Short-term

	Dec 31, 2024	Jan 01, 2024
Other payables to related parties	22,973,424,183	18,747,912,031
<i>(Refer to Notes No. VIII.1)</i>		
People's Committee of Thua Thien Hue Province	22,973,424,183	18,747,912,031
- Foreclosed assets (a)	17,610,831,352	12,619,234,509
- Payable to the People's Committee of Thua Thien Hue Province (b)	5,362,592,831	6,128,677,522
Other payables to other entities	90,212,254,476	90,852,827,702
Union funds	102,127	-
Payables for construction works (c)	84,413,384,542	85,989,453,414
Deposits and guarantees received	4,673,014,182	4,185,223,725
Others	1,125,753,625	678,150,563
Total	113,185,678,659	109,600,739,733

As of December 31, 2024, there are no outstanding debts that have reached their due date but remain unpaid.

b. Long-term

	Dec 31, 2024	Jan 01, 2024
Other payables to related parties	-	30,230,071,352
<i>(Refer to Notes No. VIII.1)</i>		
People's Committee of Thua Thien Hue Province	-	30,230,071,352
- Foreclosed assets (a)	-	30,230,071,352
Other payables to other entities	6,075,305,000	5,391,905,000
Long-term deposits and guarantees received	6,075,305,000	5,391,905,000
Total	6,075,305,000	35,621,976,352

As of December 31, 2024, there are no outstanding debts that have reached their due date but remain unpaid.

(a) The value of state assets recovered for the Company's debt assumption under Decision No. 1929/QD-UBND dated August 18, 2016, was VND 184,203,002,679, and under Decision No. 3499/QD-UBND dated December 31, 2016, of the People's Committee of Thua Thien Hue Province, was VND 35,315,624,746. The remaining value of assets currently managed by the Company but not yet transferred to the receiving unit was VND 132,154,643. As of December 31, 2024, the Company had paid VND 201,907,796,073 to the People's Committee, leaving a remaining balance of VND 17,610,831,352.

(b) This represents the additional asset value after verification and approval of the final settlement by the Department of Finance. The Company is using these assets, and the capital for construction investment projects was provided by the Department of Finance for payment of construction works, which the Company must return to the People's Committee of Thua Thien Hue Province.

(c) This is the state budget capital disbursed corresponding to the investment costs of several construction projects funded from the medium-term public investment capital. These projects have been completed and put into use, are in the process of final settlement, or are still being implemented. Currently, the Company is gradually repaying the state based on the annual depreciation of the completed projects.

**HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS**

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

18. Borrowings and finance lease liabilities

a. Short-term

	Opening balance	Increase during the year	Paid during the year	Transferring from long-term loan	Exchange rate difference	Closing balance
Long-term loans due for repayment	59,226,614,024	-	(60,140,477,754)	61,128,205,213	135,387,219	60,349,728,702
- The Asian Development Bank - USD (a)	42,386,614,024	-	(43,300,477,754)	45,128,205,213	135,387,219	44,349,728,702
- Vietnam Bank for Agriculture and Rural Development - Thua Thien Hue Branch	840,000,000	-	(840,000,000)	-	-	-
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thua Thien Hue Branch (b)	16,000,000,000	-	(16,000,000,000)	16,000,000,000	-	16,000,000,000
Total	59,226,614,024	-	(60,140,477,754)	61,128,205,213	135,387,219	60,349,728,702

b. Long-term

	Opening balance	Increase during the year	Paid during the year	Reclassification to short-term	Exchange rate difference	Closing balance
Long-term loans	-	-	-	-	-	-
- The Asian Development Bank - USD (a)	551,025,981,574	-	-	(45,128,205,213)	26,298,967,304	532,196,743,665
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thua Thien Hue Branch (b)	73,149,726,218	11,543,025,941	-	(16,000,000,000)	-	68,692,752,159
Total	624,175,707,792	11,543,025,941	-	(61,128,205,213)	26,298,967,304	600,889,495,824

These notes are an integral part and should be read in conjunction with the Financial Statements for the fiscal year ended as of December 31, 2024

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

(a) Loan from the Asian Development Bank (ADB) under the subsidiary loan agreement between the Ministry of Finance and Thua Thien Hue State-Owned One-Member Construction and Water Supply Company Limited (now Thua Thien Hue Water Supply Joint Stock Company) dated April 14, 2014, for the implementation of the Thua Thien Hue Water Supply Project for the period 2011–2015, with considerations for the 2020 phase under the Vietnam Water Sector Development Program. Loan limit: USD 35,160,000, maximum loan term of 25 years including the grace period. Interest rate: 6-month LIBOR for USD loans + 0.4% per year. Interest rate applied to overdue principal: 150% of the standard loan interest rate. Loan security: secured by assets formed from the loan capital. (Notes V.8)

(b) Loan from Joint Stock Commercial Bank For Foreign Trade of Vietnam – Thua Thien Hue Branch under the investment project loan agreement No. 2022/DAĐT/CAPNUOC dated June 13, 2022. Loan limit: VND 350,000,000,000. Purpose: to finance the legal, reasonable, and valid credit needs related to the investment and implementation of the Van Nien Water Treatment Plant Project (total capacity: 120,000 m³/day and night – Phase 1: 60,000 m³/day and night) and to reimburse the legal, reasonable, and valid investment expenses that the Company had paid in excess of the minimum self-financed capital. Loan term: 120 months from the first loan disbursement date. Interest rate: for the first two years, the 12-month personal savings deposit interest rate (postpaid) + 1.2% per year; from the third year onward, the 12-month personal savings deposit interest rate (postpaid) + 1.7% per year.

Forms of loan collateral:

+ If the loan usage is under VND 320 billion, the loan is secured by:

- Future assets attached to land formed from loan capital and self-financed capital under the Van Nien Water Treatment Plant Project (excluding Quang Te 3 Clean Water Reservoir).
- Machinery and equipment formed from loan capital and self-financed capital under the Van Nien Water Treatment Plant Project – Phase 1: 60,000 m³/day and night.

+ If the loan usage exceeds VND 320 billion, additional security is required: future assets attached to land, including Quang Te 3 Clean Water Reservoir under the Van Nien Water Treatment Plant Project. (Notes V.8, V.10)

19. Provision for short term payables

	Dec 31, 2024	Jan 01, 2024
Salary provision	10,425,157,900	11,229,121,700
Total	10,425,157,900	11,229,121,700

20. Bonus and welfare fund

	Jan 01, 2024	Increase during the year	Decrease during the year	Dec 31, 2024
Bonus and welfare fund	9,137,865,730	21,380,756,000	(20,584,686,790)	9,933,934,940
Total	9,137,865,730	21,380,756,000	(20,584,686,790)	9,933,934,940

Handwritten signatures and initials in blue ink.

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

21. Owner's equity

a. Statement of changes in owners' equity

	Contributed capital	Treasury shares	Development and investment funds	Undistributed profit after tax	Total
Balance as at Jan 01, 2023	876,000,000,000	(2,170,000,000)	22,375,583,534	155,628,837,122	1,051,834,420,656
Increase during the year	-	-	23,507,385,058	132,128,973,108	155,636,358,166
Decrease during the year	-	-	-	(118,163,410,258)	(118,163,410,258)
Balance as at Dec 31, 2023	<u>876,000,000,000</u>	<u>(2,170,000,000)</u>	<u>45,882,968,592</u>	<u>169,594,399,972</u>	<u>1,089,307,368,564</u>
Balance as at 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 at Dec 31, 2024	<u>876,000,000,000</u>	<u>(2,170,000,000)</u>	<u>69,396,571,063</u>	<u>176,671,897,397</u>	<u>1,119,898,468,460</u>

b. Details of investment capital

	Dec 31, 2024		Jan 01, 2024	
	contribution ratio (%)	Capital contribution	contribution ratio (%)	Capital contribution
People's Committee of Thua Thien Hue Province	70.01	613,300,000,000	70.01	613,300,000,000
Truong Phuoc Tue	6.28	55,000,000,000	7.15	62,640,000,000
Other shareholders	20.61	180,530,000,000	19.74	172,890,000,000
Nguyen Van Dung	2.85	25,000,000,000	2.85	25,000,000,000
Treasury shares	0.25	2,170,000,000	0.25	2,170,000,000
Total	<u>100</u>	<u>876,000,000,000</u>	<u>100</u>	<u>876,000,000,000</u>

c. Capital transactions with owners and dividend, profit distribution

	Current year	Previous year
Contributed capital		
- Opening balance	876,000,000,000	876,000,000,000
- Increase	-	-
- Decrease	-	-
- Closing balance	876,000,000,000	876,000,000,000
Distributed profit, dividend	83,013,850,000	78,644,700,000

[Handwritten signatures]

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

d. Shares

	Dec 31, 2024	Jan 01, 2024
	Shares	Shares
Number of shares registered for issuance	87,600,000	87,600,000
Number of shares issued to the public	87,600,000	87,600,000
- Ordinary shares	87,600,000	87,600,000
- Preference shares	-	-
Number of treasury shares	217,000	217,000
- Ordinary shares	217,000	217,000
- Preference shares (classified as equity)	-	-
Number of outstanding shares in circulation	87,383,000	87,383,000
- Ordinary shares	87,383,000	87,383,000
- Preference shares	-	-
Face value of outstanding shares	10,000	10,000

e. Undistributed profit after tax

	Current year	Previous year
Profits brought forward	169,594,399,972	155,628,837,122
Adjustments to increase last year's profit	-	-
Adjusted to increase profit according to the Inspector's conclusion No. 1209/KL-TTr dated November 4, 2022	-	-
Profits after corporate income tax of current period	134,985,705,896	132,128,973,108
Profit distribution	127,908,208,471	118,163,410,258
Previous year's profit distribution	127,908,208,471	118,163,410,258
- Set up bonus and welfare fund	20,709,429,000	15,373,045,200
- Set up fund of Executive Management Board	671,327,000	638,280,000
- Divide the dividend by cash	83,013,850,000	78,644,700,000
- Set up development and investment funds	23,513,602,471	23,507,385,058
Current year's profit distribution	-	-
Undistributed profit after tax (a)	176,671,897,397	169,594,399,972

(a) Out of the total undistributed profit after tax, VND 37,275,551,864 is the "undistributed profit after tax from the previous year" due to the Company adjusting the impacts on revenue and expenses from 2017 to 2021 in accordance with the conclusion of the Thua Thien Hue Provincial Inspectorate No. 1209/KL-TTr dated November 4, 2022.

f. Dividend

The Annual General Meeting of Shareholders' Resolution No. 40/NQ-ĐHĐCĐ dated April 26, 2024, approved the plan to distribute the 2023 cash dividend at a rate of 9,5%, equivalent to VND 83,013,850,000.

B. [Signature]

HUE WATER SUPPLY JOINT STOCK COMPANY

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

VI. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE INCOME STATEMENTS (Unit: VND)

1. Revenue from sale and service provision

a. Total revenue

	Current year	Previous year
Revenues from related parties	-	-
Revenues from other entities	670,180,413,702	635,006,846,074
- Revenues from production and supply of clean water	619,318,681,653	597,974,236,737
- Revenues from Bach Ma purified water	21,066,757,745	18,104,466,105
- Revenues from installing household water supply systems	21,152,963,973	9,009,379,065
- Revenues from other activities	8,642,010,331	9,918,764,167
Total	670,180,413,702	635,006,846,074

b. Revenue from related parties

	Current year	Previous year
Other revenues	230,000,000	-
Total	230,000,000	-

2. Cost of goods sold

	Current year	Previous year
Cost of clean water	353,377,216,415	348,790,214,648
Cost of Bach Ma purified water	12,111,239,855	13,585,149,104
Cost of installing household water supply systems	6,132,636,490	5,566,570,530
Cost of other activities	5,165,780,102	2,224,841,678
Total	376,786,872,862	370,166,775,960

3. Financial income

	Current year	Previous year
Deposits, loans interest	5,844,335,231	9,878,548,706
Realized foreign exchange gain on settlement	18,225,203	-
Revaluation foreign exchange gain on year-end balance	-	303,753,376
Total	5,862,560,434	10,182,302,082

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

4. Financial expenses

	Current year	Previous year
Interest expenses	44,799,925,020	41,038,926,688
Realized foreign exchange loss on settlement	914,731,596	-
Revaluation foreign exchange loss on year-end balance	26,434,354,523	18,121,058,554
Total	72,149,011,139	59,159,985,242

5. Selling expenses

	Current year	Previous year
Cost of raw materials	8,662,438,363	7,834,476,689
Employees cost	5,521,090,684	4,729,598,964
Costs of outsourced services	8,932,277,025	9,075,082,435
Total	23,115,806,072	21,639,158,088

6. General administration expenses

	Current year	Previous year
Cost of raw materials	243,069,357	310,850,466
Employees cost	30,356,010,738	27,641,638,595
Fixed asset depreciation	2,198,416,489	2,201,050,288
Provision and handling costs for bad debts	30,763,592	107,404,107
Costs of outsourced services	4,063,189,721	7,156,322,310
Other cash expenses	21,864,119,109	15,049,727,845
Total	58,755,569,006	52,466,993,611

7. Other income

	Current year	Previous year
Gain on disposal of fixed assets	-	278,979,051
Handling of surplus materials of unknown origin in	1,573,595,605	2,732,484,755
Communication cooperation support fee	-	123,510,120
Adjustment of prior years' construction investment costs accounted into production and business expenses	11,215,020,890	18,170,479,866
Sale of surplus land at Van Nien	1,014,924,960	-
Reversal of provisions exceeding actual expenses incurred	-	1,740,166,390
Handling of small debts	-	265,825,692
Other income	238,877,136	35,453,704
Total	14,042,418,591	23,346,899,578

HUE WATER SUPPLY JOINT STOCK COMPANY**FINANCIAL STATEMENTS**

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)**8. Other expenses**

	Current year	Previous year
Handling of inventory shortages identified through	66,649,065	849,056,827
Handling of water debt	14,748,564	-
Depreciation of fixed assets temporarily suspended from production and business	1,493,438,512	6,966,040,344
Non-periodic expenses, other costs	2,687,269,887	4,169,357,868
Total	4,262,106,028	11,984,455,039

9. Operating expenses according to elements

	Current year	Previous year
Cost of raw materials	49,588,691,740	53,309,166,942
Employees cost	117,590,810,600	114,156,910,941
Fixed asset depreciation	152,976,708,208	152,408,060,802
Provision cost	30,763,592	68,529,342
Costs of outsourced services	77,578,255,104	77,429,740,979
Other cash expenses	57,955,143,642	46,478,961,093
Total	455,720,372,886	443,851,370,099

10. Basis earnings per share

	Current year	Previous year
Profit after corporate income tax	134,985,705,896	132,128,973,108
Adjustments to increase or decrease profit after tax	(22,861,963,000)	(21,380,756,000)
Increasing adjustment	-	-
Decreasing adjustment (set up bonus and welfare fund)	(22,861,963,000)	(21,380,756,000)
Profit or loss allocated to common stockholders	112,123,742,896	110,748,217,108
Average number of common shares outstanding during the period	87,383,000	87,383,000
Basic earnings per shares (a)	1,283	1,267

(a) The Bonus and Welfare Fund is temporarily estimated based on the projected allocation rate proposed by the Board of Directors for submission to the 2025 Annual General Meeting of Shareholders regarding the profit distribution for 2024. Therefore, the basic earnings per share indicator for 2024 will be adjusted once the 2025 General Meeting of Shareholders makes an official decision on the allocation rate for the Bonus and Welfare Fund.

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

11. Diluted earnings per share

	Current year	Previous year
Profit allocated to common stockholders used to calculate basic earnings per shares	112,123,742,896	110,748,217,108
Adjustments to increase or decrease after-tax profit	-	-
- After-tax effect of convertible bond interest	-	-
- Dividends on convertible preferred shares	-	-
Profit for calculating diluted earnings per shares	112,123,742,896	110,748,217,108
Average number of common shares outstanding during the period	87,383,000	87,383,000
Diluted earnings per shares (a)	1,283	1,267

(a) Refer to Note 10.

VII. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE STATEMENT OF CASH FLOWS

1. Proceeds from borrowings

	Current year	Previous year
Proceeds from loans under ordinary contracts	11,543,025,941	17,024,151,712
Total	11,543,025,941	17,024,151,712

2. Payment of loan principal

	Current year	Previous year
Repayment of principal loans under ordinary contracts	60,140,477,754	46,139,107,271
Total	60,140,477,754	46,139,107,271

VIII. OTHER INFORMATION

1. Information about related parties

a. Related parties

Company name	Relationship
Thua Thien Hue Provincial People's Committee	Investor
Hawaco Electromechanical Limited Company	Investor
DNP Hawaco Joint Stock Company	A member of the BOM is a member of the BOD
DNP Hawaco Electromechanical Joint Stock Company	A member of the BOM is a member of the BOD
Meta Technical Infrastructure Joint Stock Company	A member of the BOM is a member of the BOD
Hoang Phat Water Solutions Limited Company	A member of the BOS is a member of the BOD

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
 For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

b. Transactions with related parties

Related party	Current year	Previous year
Thua Thien Hue Provincial People's Committee		
- Leasing assets of Da Vien and Tu Ha plants	1,382,015,000	1,832,513,314
- Dividend distribution	58,263,500,000	55,197,000,000
Asia Engineering Joint Stock Company (Dividends)	-	563,976,900
Hawaco Electromechanical Limited Company (Dividend)	936,052,100	886,786,200
DNP Hawaco Joint Stock Company	-	-
- Purchasing goods and services	9,260,018,184	8,709,665,000
DNP Hawaco Electromechanical Joint Stock Company	-	-
- Purchasing goods and services	2,045,850,000	8,141,725,000
Meta Technical Infrastructure Joint Stock Company	-	-
- Purchasing goods and services	10,659,198,284	-
	Current year	Previous year
Hoang Phat Water Solutions Limited Company		
- Revenue (Sale of office software)	230,000,000	-

c. Balances with related parties

Related party	Dec 31, 2024	Jan 01, 2024
Thua Thien Hue Provincial People's Committee		
- Liability for assets received as repayment	17,610,831,352	42,849,305,861
- Other payables	5,362,592,831	6,128,677,522
DNP Hawaco Joint Stock Company		
- Trade payables	-	2,218,591,400
DNP Hawaco Electromechanical Joint Stock Company		
- Trade payables	-	5,096,430,000
Meta Technical Infrastructure Joint Stock Company		
- Trade payables	5,317,089,700	-

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

d. Salary, remuneration and other benefits of the Executive Board

No	Board of Directors	Position	From Jan 1, 2024 to Dec 31, 2024			
			Salary	Remuneration	Dividend	Total
1	Le Quang Minh	Chairman of BOD	1,009,135,400	-	-	1,009,135,400
2	Duong Quy Duong	Member of the BOD cum General Director	915,838,600	-	42,940,000	958,778,600
3	Truong Cong Han	Member of the BOD cum Deputy General Director	776,216,700	-	65,835,000	842,051,700
4	Cao Huy Tuong Minh	Deputy General Director	675,394,800	-	-	675,394,800
5	Nguyen Lien Minh	Deputy General Director	685,628,300	-	376,105,000	1,061,733,300
6	Nguyen Trong Hieu	Member of the BOD	-	36,000,000	-	36,000,000
7	Vuong Dinh Nam	Member of the BOD cum Chief Accountant	735,532,087	-	-	735,532,087
8	Truong Ngu Binh	Head of Supervisory Board	645,297,200	-	108,962,150	754,259,350
9	Tran Thi Be	Member of the BOS	538,126,300	24,000,000	85,595,000	647,721,300
10	Dao Thi Hoang Oanh	Member of the BOS	-	24,000,000	-	24,000,000
Total			5,981,169,387	84,000,000	679,437,150	6,744,606,537

No	Board of Directors	Position	From Jan 1, 2023 to Dec 31, 2023			
			Salary	Remuneration	Dividend	Total
1	Le Quang Minh	Chairman of BOD	839,986,800	-	-	839,986,800
2	Duong Quy Duong	Member of the BOD cum General Director	772,451,300	-	40,680,000	813,131,300
3	Truong Cong Han	Member of the BOD cum Deputy General Director	677,511,000	-	62,370,000	739,881,000
4	Cao Huy Tuong Minh	Deputy General Director	373,836,900	-	-	373,836,900
5	Nguyen Lien Minh	Deputy General Director	374,660,200	-	356,310,000	730,970,200
6	Nguyen Trong Hieu	Member of the BOD	-	21,000,000	-	21,000,000
7	Tran Van Tho	Former Member of the BOD cum Deputy General Director	140,835,200	-	4,500,000	145,335,200
8	Nguyen Manh Tuan	Former Member of the BOD cum Deputy General	398,873,800	-	225,450,000	624,323,800
9	Trinh Kien	Former Member of the BOD c	-	18,000,000	-	18,000,000
10	Vuong Dinh Nam	Member of the BOD cum Chief Accountant	646,686,300	-	-	646,686,300
11	Truong Ngu Binh	Head of Supervisory Board	345,760,300	-	103,227,300	448,987,600
12	Nguyen Thi Lien Ngoc	Former Head of Supervisory Board	261,438,600	-	91,530,000	352,968,600
13	Tran Thi Be	Member of the BOS	467,607,500	26,000,000	81,090,000	574,697,500
14	Dao Thi Hoang Oanh	Member of the BOS	-	26,000,000	-	26,000,000
Total			5,299,647,900	91,000,000	965,157,300	6,355,805,200

These notes are an integral part and should be read in conjunction with
the Financial Statements for the fiscal year ended as of December 31, 2024

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City
For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

2. Segment Report

– Present segment reporting by business area:

	Water production and business activities	Bach Ma purified water production activities	Customer water supply system installation activities	Other business activities	Total
Current year					
Net revenue from external sales and services	619,318,681,653	21,066,757,745	21,152,963,973	8,642,010,331	670,180,413,702
Net revenue from interdepartmental sales and service provision	-	-	-	-	-
Total net revenue from sales and service provision	619,318,681,653	21,066,757,745	21,152,963,973	8,642,010,331	670,180,413,702
Departmental cost of goods sold	353,377,216,415	12,111,239,855	6,132,636,490	5,165,780,102	376,786,872,862
Departmental gross profit	265,941,465,238	8,955,517,890	15,020,327,483	3,476,230,229	293,393,540,840
Previous year					
Net revenue from external sales and services	597,974,236,737	18,104,466,105	9,009,379,065	9,918,764,167	635,006,846,074
Net revenue from interdepartmental sales and service provision	-	-	-	-	-
Total net revenue from sales and service provision	597,974,236,737	18,104,466,105	9,009,379,065	9,918,764,167	635,006,846,074
Departmental cost of goods sold	348,790,214,648	13,585,149,104	5,566,570,530	2,224,841,678	370,166,775,960
Departmental gross profit	249,184,022,089	4,519,317,001	3,442,808,535	7,693,922,489	264,840,070,114

– Present segment reports by geographical area

During the year, all of the Company's operations were primarily conducted in Viet Nam.

3. Corresponding figures

These figures are from the financial statements for the fiscal year ending December 31, 2023, audited by the Da Nang branch of Chuan Viet Auditing and Consulting Company Limited. Certain indicators have been restated in accordance with the recommendations of the State Audit Office of Region II in Notice No. 23/TB-KVII dated July 6, 2024, specifically:

Balance Sheet items

No	Items	Code	as of 01/01/2024, before adjustments	as of 01/01/2024, after adjustments	Variance
1	Short-term trade receivables	131	50,680,418,364	51,380,418,364	700,000,000
2	Inventories	141	49,522,308,646	48,813,189,402	(709,119,244)
3	Deductible VAT	152	36,770,569,194	36,070,569,194	(700,000,000)
4	Short-term advances from customers	312	26,120,591,346	19,120,591,346	(7,000,000,000)
5	Taxes and other payables to government budget	313	6,053,951,501	8,124,067,620	2,070,116,119
6	Undistributed profit after tax	421	165,373,635,351	169,594,399,972	4,220,764,621
	- Undistributed profit after tax for the current year	421b	127,908,208,487	132,128,973,108	4,220,764,621

These notes are an integral part and should be read in conjunction with the Financial Statements for the fiscal year ended as of December 31, 2024

HUE WATER SUPPLY JOINT STOCK COMPANY
FINANCIAL STATEMENTS

Address: No. 103 Bui Thi Xuan, Phuong Duc Ward, Thuan Hoa district, Hue City

For the fiscal year ended as of December 31, 2024

Note to the financial statements (Cont'd)

Income Statement items

No	Items	Code	The year 2023 before adjustments	The year 2023 after adjustments	Variance
1	Revenues from sales and services rendered	01	628,006,846,074	635,006,846,074	7,000,000,000
2	Net revenues from sales and services rendered	10	628,006,846,074	635,006,846,074	7,000,000,000
3	Costs of goods sold	11	368,442,731,756	370,166,775,960	1,724,044,204
4	Gross revenues from sales & services rendered	20	259,564,114,318	264,840,070,114	5,275,955,796
5	Net profits from operating activities	30	136,480,279,459	141,756,235,255	5,275,955,796
6	Total net profit before tax	50	147,842,723,998	153,118,679,794	5,275,955,796
7	Current corporate income tax expenses	51	19,934,515,527	20,989,706,686	1,055,191,159
8	Profits after corporate income tax	60	127,908,208,471	132,128,973,108	4,220,764,637
9	Earnings per Share	70	1,104	1,267	163
10	Diluted Earnings per Share	71	1,104	1,267	163

Statement of Cash Flow items

No	Items	Code	The year 2023 before adjustments	The year 2023 after adjustments	Variance
1	Profit before tax	01	147,842,723,998	153,118,679,794	5,275,955,796
2	Operating profit before adjustments to working capital	08	352,738,776,451	358,014,732,247	5,275,955,796
3	- Increase, decrease in inventories	10	(5,779,076,833)	(5,069,957,589)	709,119,244
4	- Increase, decrease in accounts payables (exclusive of interest payables, enterprise income tax payables)	11	(36,794,828,968)	(42,779,904,008)	(5,985,075,040)

4. The Company's ability to continue as a going concern

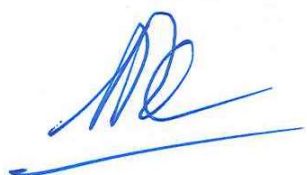
There are no factors that lead to the doubt about the possibility of the Company to continue as a going concern and the measures and commitments to ensure the Company's operation in the future.

5. Subsequent events

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

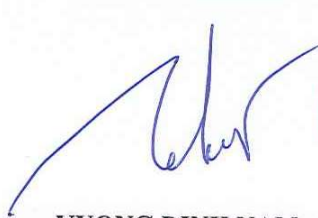
Hue City, March 06, 2025

Preparer



NGUYEN HUNG HAI

Chief Accountant



VUONG DINH NAM

Chairman of the Board of Directors



LE QUANG MINH

