VIETVALUES Audit and Consulting Co., Ltd

Member firm of JPA International

Registered office: 33 Phan Van Khoe, ward 13, dictrict 5, HCMC Da Nang office: 63/5 Tran Quoe Toan, Phuoe Ninh ward, Hai Chau district,

Da Nang City

Email: contact@vietvalues.com Website

Website: www.vietvalues.com





INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED AS OF DECEMBER 31, 2024

DANANG WATER SUPPLY JOINT STOCK COMPANY

TABLE OF CONTENTS

C	ontents	Page	
1.	Statement of the Board of Directors	02 - 05	
2.	Independent Auditor's Report	06 - 07	
3.	Balance sheet (unconsolidated) as at December 31, 2024	08 - 09	
4.	Income statement (unconsolidated) for the fiscal year ended as of December 31, 2024	10	
5.	Statement of cash flows (unconsolidated) for the fiscal year ended as of December 31, 2024	11	
6.	Notes to the financial statements (unconsolidated) for the fiscal year ended as of December 31, 2024	12 – 43	

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Danang City

For the fiscal year ended as of December 31, 2024



The Board of Directors of Danang Water Supply Joint Stock Company presents this report together with the audited Financial Statements (unconsolidated) for the fiscal year ended as of December 31, 2024.

1. Overview

Danang Water Supply Joint Stock Company ("the Company") was incorporated on the basis of equitization of Da Nang Water Supply Co., Ltd under Decision No. 5354/QD-UBND dated 09/08/2016 by People's Committee of Danang City. The Company is an independent accounting entity, operating in accordance with Enterprise Registration Certificate No. 0400101066 dated 01/7/2010 by Danang Department of Planning and Investment (this Enterprise Registration Certificate has been amended nine times, and the latest amendment was made on November 01, 2021), the Enterprise Law, the Company Charter and other relevant regulations.

The Company was accepted for trading its common shares on Upcom at Hanoi Stock Exchange in accordance with Decision No. 509/QD-SGDHN dated 07/07/2017 of the General Director of Hanoi Stock Exchange with stock code DNN. The official trading date of the share was 17/07/2017.

Charter capital as per the Enterprise Registration Certificate: VND 579,640,610,000

Paid-in capital as at December 31, 2024:

VND 579,640,610,000

2. Head office

- Address: No. 57 Xo Viet Nghe Tinh Street, Hoa Cuong Nam Ward, Hai Chau District, Danang City.
- Tel: (84) 236.3697333
- Fax: (84) 236.3697222
- Email: Dawaco@vnn.vn

3. Dependent units:

The Company has 02 dependent units:

No. Name

Address

 Danang Water Supply Project Management Unit

No. 57 Xo Viet Nghe Tinh Street, Hai Chau District, Danang

2. Dawaco Construction Enterprise

No. 10 Trinh Cong Son, Danang City

Subsidiary Company:

				Closing bala	ance		Opening bala	ince
Company		Main Business Lines	Equity Ratio	Rate of benefit of Parent Company	The voting rights of the Parent Company	Equity Ratio	Rate of benefit of Parent Company	The voting rights of the Parent Company
Name	Address							
Danang	No 10 Trinh	Installation						-
Water	Cong Son, Hoa	of the						
Supply	Cuong Nam	system						
Sewerage	Ward, Hai Chau	water	100%	100%	100%	100%	100%	100%
Construction	District, Da	supply and					10070	10070
Co., Ltd	Nang City	drainage	£ 18					



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

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Danang City For the fiscal year ended as of December 31, 2024

4. Principal activities

- Water collection, treatment and supply. Detail: Producing and trading in clean water for daily life, production activities and other needs;
- Architectural and engineering activities and related technical consultancy. Detail: Preparing
 construction investment projects. Consulting, designing and preparing total cost estimates of
 water supply and sewerage works of medium and small scale. Terrain and geological surveys,
 verification of design documents and cost estimates, construction supervision, management of
 the investment and construction of water supply and sewerage projects from Group B
 downwards;
- Construction of buildings. Detail: Construction of civil and industrial projects.
- Construction of other civil engineering projects. Detail: Construction of transportation projects, bridges, roads, hydraulic projects, water supply and sewerage projects, and electrical projects up to 35 KV.
- Site preparation. Detail: Grading and filling ground.
- Technical examination and analysis. Detail: testing and measuring water meter.
- Production of soft drinks and mineral waters. Detail: Producing and trading in bottled drinking water;
- Water supply and sewerage, heating and air-conditioning system installation activities. Detail: Installation and construction of water supply works;
- Trading in other construction materials and equipment. Detail: Trading in materials and equipment exclusively used for construction of water supply and sewerage.

5. The Board of Directors, the Supervisory Board, the Board of General Managers and the Chief Accountant

Members of the Board of Directors, the Supervisory Board, the Board of General Managers and the Chief Accountant during the period and up to the reporting date are as follows:

5.1 The Board of Directors

Name	Position	Appointed date/ Re-appointed	Dismissed date
Mr. Ho Huong	Chairman	29/10/2021	
Mr. Dang Thanh Binh	Vice Chairman	29/10/2021	
Mr. Ho Minh Nam	Member	29/10/2021	
Mr. Le Duc Quy	Member	29/10/2021	
Mr. Nguyen Truong Anh	Member	29/10/2021	

5.2 The Supervisory Board

Name	Position	Appointed date/ Re-appointed	Dismissed date
Ms. Nguyen Thi Thu Ha	Head of Board	29/10/2021	
Ms. Pham Thi Que Chi	Member	29/10/2021	
Mr. Thai Quoc Khanh	Member	29/10/2021	

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

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Danang City For the fiscal year ended as of December 31, 2024

5.3 The Board of General Managers and the Chief Accountant

Name	Position	Appointed date/ Re-appointed	Dismissed date
Mr. Ho Minh Nam	General Manager	29/10/2021	
Mr. Le Duc Quy	Vice General Manager	29/10/2021	
Mr. Tran Phuoc Thuong	Vice General Manager	14/12/2021	
Mr. Phan Thinh	Chief Accountant	29/10/2021	

6. The Legal Representative

The Company's legal representative during the year and up to the time of this report is Mr. Ho Minh Nam, General Manager of the Company, appointed on October 29, 2021.

7. Assessment of operational performance

On June 25, 2024, the People's Committee of Da Nang City issued Official Letter No. 3415/UBND-STC regarding its opinion on the proposal of the State Capital Representative at the 2024 Annual General Meeting of Shareholders of Da Nang Water Supply Joint Stock Company. The proposal was to request the Company to adjust its 2023 Financial Statements in order to create funding for the reimbursement of costs related to the use of the value of water supply infrastructure assets, which were invested by the State budget and assigned to the State for management. The Company has taken over and exploited these assets from June 2015 to December 31, 2023, with a total amount of VND 66,057,265,726 (allocated across 2023 and 2024).

The Company has retrospectively adjusted its 2023 financial statements (details in Note VIII.2) to reflect the asset lease expenses corresponding to the value allocated for the year 2023. The Company has also recognized an asset lease expense of VND 46,629,212,471 (allocated value for 2024 and VND 13,600,579,607 for lease expenses in 2024 as per Official Letter No. 300/STC-TCDN dated January 24, 2025) in the income statement for the fiscal year ending December 31, 2024.

The operational results and financial position (unconsolidated) of Da Nang Water Supply Joint Stock Company for the fiscal year ending December 31, 2024, are presented in the separate financial statements from page 08 to page 43.

8. Subsequent Events

In the opinion of the Board of Directors, the Financial Statements (unconsolidated) of the Company for the fiscal year ended as of 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 financial statements.

9. Auditor

Branch of **VIETVALUES** Audit and Consulting Co., Ltd. in Da Nang city has performed the review on the Company's financial statements for the fiscal year ended as of December 31, 2024.

10. Responsibility of the Board of General Managers

The Board of General Managers is responsible for preparing (unconsolidated) Financial Statements to truly and fairly present the Company's financial position, results of its operations and cash flow

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

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Danang City

For the fiscal year ended as of December 31, 2024

in the year. In respect of the preparation of the financial statements, The Board of General Managers is responsible for:

- Selecting suitable accounting policies and then applying them consistently.
- Making judgments and estimates that are reasonable and prudent.
- 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 or not.
- Preparing the financial statement ongoing concern basis, unless it is inappropriate to presume that the Company 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 General Managers 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 any time and in compliance with the applied accounting system. The Board of General Managers is also responsible for managing the assets of the Company and therefore, have taken appropriate measures to prevent and detect frauds and legal regulations related to the preparation and presentation of financial statements.

The Board of General Managers of the Company has complied with the above requirements in preparing the financial statements.

11. Approval of Financial statements

We, the Board of Directors has approved the accompanying financial statements (unconsolidated) for the fiscal year ending December 31, 2024. The financial statements (unconsolidated) give a true and fair view of the financial position (unconsolidated) of the Company as at December 31, 2024, and the results of operations and cash flows (unconsolidated) for the fiscal year ended as of December 31, 2024 in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting regime and the legal provisions relating to the preparation and presentation of financial statements.

On behalf of the Board of Directors

CÔNG TY
CỔ PHẦN
CẤP NƯỚC CHI CHINA

HO HUONG

Chairman of the Board of Directors

Danang, March 04, 2025

5

VIETVALUES Audit and Consulting Co., Ltd

Member firm of JPA Internaltional

Registered office: 33 Phan Van Khoe, ward 13, dietrict 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



No: 08/2025/BCKT/AUD-DNVVALUES

INDEPENDENT AUDITOR'S REPORT

To:

THE SHAREHOLDERS, THE BOARD OF DIRECTORS AND THE BOARD OF GENERAL MANAGERS DANANG WATER SUPPLY JOINT STOCK COMPANY

We have audited the accompanying the Financial Statements (unconsolidated) of Danang Water Supply Joint Stock Company (hereinafter referred to as "the Company"), prepared on March 04, 2025, from page 08 to page 43, which comprise the Balance sheet (unconsolidated) as at December 31, 2024, Income statement (unconsolidated), Statement of cash flows (unconsolidated) for the fiscal year then ended and Notes to the financial statements (unconsolidated).

The Board of General Managers' responsibility

The Board of General Managers of the Company is responsible for the preparation and fair presentation of the financial statements (unconsolidated) in accordance with the accounting standards, Vietnamese enterprises' accounting regime, as well as legal regulations related to the preparation and presentation of the financial statements (unconsolidated) and for such internal control as the Board of General Managers determines, is necessary to enable the preparation and presentation of the financial statements (unconsolidated) that 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 General Managers, as well as evaluating the overall presentation of the consolidated financial statement (unconsolidated).

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 opinion

Refer to Note VIII.2, according to Point 1 of Official Dispatch No. 3415/UBND-STC dated June 25, 2024, from the People's Committee of Da Nang City: "We recommend the State Capital Representative to provide an opinion so that the Da Nang Water Supply Joint Stock Company adjusts its 2023 financial statements by creating a funding source to reimburse the cost of using the value of infrastructure assets for clean water supply, which were invested with state budget funds and are managed by the state. These assets were taken over by the Company for exploitation and use from June 2015 to December 31, 2023, with a minimum amount of VND 66,057,265,726 (allocated in 2023 and 2024)". Accordingly,

the Company has retrospectively adjusted the 2023 financial statements, recognizing the cost of using the value of infrastructure assets in the amount of VND 33,028,632,863 (of which the increase expenses for 2023 is VND 23,422,656,621). The Company has also adjusted the fiscal year ending December 31, 2024, with an amount of VND 33,028,632,863 (allocated as expenses in 2024). By December 31, 2024, the Company will have fully allocated the total amount of VND 66,057,265,726.

This adjustment is not in compliance with the provisions of Vietnamese Accounting Standard No. 29 on Changes in Accounting Policies and Accounting Estimates, issued by the Ministry of Finance under Decision No. 12/2005/QD-BTC dated February 15, 2005. Accordingly, if the retrospective adjustment is correctly applied, the "Cost of Goods Sold" item on the 2024 Income Statement would decrease by VND 33,028,632,863, and "the pre-tax accounting profit" would increase by the corresponding amount. On the Balance Sheet as of December 31, 2023, the "Taxes and other receivables from State budge" item would increase by VND 3,302,863,286, the 'Other Current Liabilities' item would increase by VND 33,028,632,863, and the "Undistributed Profit After Tax" would be VND 53,808,055,262 instead of VND 83,533,824,839 as presented in the attached financial statements.

Qualified opinion

In our opinion, except for the effects of the matters described in the "Basis for Qualified opinion" paragraph, the financial statements (unconsolidated) gave a true and fair view, on all material respects, the financial position (unconsolidated) of Da Nang Water Supply Joint Stock Company as of December 31, 2024, , and Income statement (unconsolidated), Statement of cash flows (unconsolidated) for the fiscal year then ended, according to accounting standards, regimes Vietnamese accounting (corporate) and other relevant legal requirements for the preparation and presentation of financial statements (unconsolidated).

Other matters

We note to the readers of the Audit Report that the scope of these financial statements (unconsolidated) only reflects the financial position (unconsolidated) and the investments under the original cost method of the Company as at December 31, 2024 as well as Income statement (unconsolidated), Statement of cash flows (unconsolidated) for the fiscal year then ended. The consolidation of the financial statements (unconsolidated) of the Company with its subsidiaries is not within the scope of this report.

Da Nang, March 04, 2025

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

CHUẨN VIỆT THAT CHILD THE DAYS TO THE CONSTITUTE OF THE CHUẨN VIỆT THAT THE CHUẨU THE

Tran Xuan Thanh – Director of Branch Audit Practicing Registration Certificate No: 1650-2023-071-1 Authorized signature

Tran Quoc Bao - AuditorAudit Practicing Registration Certificate
No. 5199-2021-071-1

File:

- As above.
- Save VIETVALUES.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

Balance sheet (unconsolidated)

For the fiscal year ended as of December 31, 2024

BALANCE SHEET (UNCONSOLIDATED)

For the fiscal year ended as of December 31, 2024

UNIT: VND

Code	ASSETS	Notes	Dec 31, 2024	Jan 01, 2024
1	2	3	4	5
100	A. SHORT-TERM ASSETS		506,150,753,680	548,053,314,28
110	I. Cash and cash equivalents	V.1	50,896,601,474	64,133,588,89
111	1. Cash		50,896,601,474	64,133,588,89
112	2. Cash equivalents		=	
120	II. Short-term financial investments		359,088,224,415	362,705,964,12
121	Trading securities			•
123	Held-to-maturity investments	V.2	359,088,224,415	362,705,964,12
130	III. Short-term receivables	=	26,407,056,529	26,419,253,19
131	Short-term trade receivables	V.3	16,223,044,308	15,078,947,95
132	Short-term prepayments to suppliers	V.4	1,886,001,013	1,811,502,92
136	3. Other short-term receivables	V.5	16,286,543,075	17,433,133,55
137	4. Short-term allowances for doubtful debts	V.6	(7,988,531,867)	(7,904,331,24
140	IV. Inventories	V.7	42,142,591,300	39,518,507,99
141	1. Inventories		42,142,591,300	39,518,507,99
142	2. Allowances for decline in value of inventories (*)			,
150	V. Other short-term assets	1 1	27,616,279,962	55,276,000,08
151	1. Short-term prepaid expenses	V.12a	416,714,853	241,579,47
152	2. Deductible VAT	V.15	17,615,406,798	32,891,149,24
153	3. Taxes and other receivables from State budget	V.15	9,584,158,311	22,143,271,35
200	B. LONG-TERM ASSETS		1,052,828,985,413	1,128,643,776,94
210	I. Long-term receivables		-	, , , , , , , , , , , , , , , , , , , ,
220	II. Fixed assets		1,001,717,164,114	1,037,422,000,12
221	 Tangible fixed assets 	V.8	999,623,997,446	1,037,101,591,78
222	- Historical costs		2,570,222,202,095	2,493,892,845,40
223	- Accumulated depreciation		(1,570,598,204,649)	(1,456,791,253,61
227	Intangible fixed assets	V.9	2,093,166,668	320,408,34
228	- Historical costs		11,738,575,951	9,696,575,95
229	- Accumulated depreciation		(9,645,409,283)	(9,376,167,61
230	III. Investment properties		=	7. No. 100 (100 (100 (100 (100 (100 (100 (100
231	- Nguyên giá		-	
232	- Giá trị hao mòn lũy kế		-	
240	IV. Long-term assets in progress		33,241,663,169	73,260,275,46
241	1. Long-term work in progress		÷	
242	2. Construction in progress	V.10	33,241,663,169	73,260,275,46
250	V. Long-term financial investments	V.11	8,392,345,979	9,146,973,18
251	1. Investments in subsidiaries		10,000,000,000	10,000,000,000
254	2. Allowances for long-term investments		(1,607,654,021)	(853,026,81
260	VI. Other long-term assets		9,477,812,151	8,814,528,17
261	 Long-term prepaid expenses 	V.12b	9,477,812,151	8,814,528,17
.62	Tài sản thuế thu nhập hoãn lại		-	, -,, ,
70	TOTAL ASSETS		1,558,979,739,093	1,676,697,091,228

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

Balance sheet (unconsolidated) (cont'd)

For the fiscal year ended as of December 31, 2024

Code		RESOURCES	Notes	Dec 31, 2024	Jan 01, 2024
1		2	3	4	5
300	C.	LIABILITIES		781,567,271,461	886,608,041,010
310	I.	Short-term liabilities		302,151,956,575	330,405,806,616
311	1.	Short-term trade payables	V.13	45,867,108,260	86,369,603,468
312	2.	Short-term prepayments from customers	V.14	980,710,123	651,868,804
313	3.	Taxes and other payables to State budget	V.15	7,142,123,949	6,785,687,708
314	4.	Payables to employees	V.16	29,399,507,369	25,660,461,025
315	5.	Short-term accrued expenses	V.17	2,207,585,966	2,320,296,950
319	6.	Other short-term payables	V.18a	149,124,291,276	139,309,090,756
320	7.	Short-term borrowings and finance lease liabilities	V.19a	60,483,921,067	61,929,759,608
322	8.	Bonus and welfare fund	V.20	6,946,708,565	7,379,038,297
330	II.	Long-term liabilities		479,415,314,886	556,202,234,394
337	1.	Other long-term payables	V.18b	90,364,937,728	104,761,271,825
338	2.	Long-term borrowings and finance lease liabilities	V.19b	384,575,177,736	445,073,763,147
343	3.	Science and technology development fund		4,475,199,422	6,367,199,422
400	D.	OWNER'S EQUUITY		777,412,467,632	790,089,050,218
410	I.	Owner's equity	V.21	776,833,844,423	789,270,996,715
411	1.	Contributed capital		579,640,610,000	579,640,610,000
411a		- Ordinary shares with voting rights		579,640,610,000	579,640,610,000
411b		- Preference shares			-
412	2.	Capital surplus		8,993,538,265	8,993,538,265
418		Development and investment funds		128,098,140,692	117,103,023,611
421	4.	Undistributed profit after tax		60,101,555,466	83,533,824,839
421a		- Undistributed profit after tax brought forward		170,605,362	157,985,229
421b		- Undistributed profit after tax for the current year		59,930,950,104	83,375,839,610
430	II.	Funding sources and other funds		578,623,209	818,053,503
431	1.	Funding sources		-	-
432	2.	Funds used for fixed asset acquisition	V.22	578,623,209	818,053,503
440		TOTAL RESOURCES		1,558,979,739,093	1,676,697,091,228

Preparer

Chief Accountant

Ke

PHAM HONG MINH

PHAN THINH

Da Nang, March 04, 2025

CÔNG T'General Manager

Cổ PHẦN

ĐÀ NẪNG

DAHO MINH NAM

Income statement (unconsolidated)

For the fiscal year ended as of December 31, 2024

INCOME STATEMENT (UNCONSOLIDATED)

For the fiscal year ended as of December 31, 2024

UNIT: VND

				UNIT: VNL
Code	ITEMS	Notes	Current year	Previous year
1	2	3	4	5
01	1. Revenues from sales and services rendered	VI.1	644,393,679,634	595,860,280,562
02	2. Revenue deductions		-	
10	3. Net revenues from sales and services rendered		644,393,679,634	595,860,280,562
11	4. Costs of goods sold	VI.2	446,905,518,509	364,185,090,799
20	5. Gross revenues from sales and services rendered		197,488,161,125	231,675,189,763
21	6. Financial income	VI.3	24,900,564,519	27,236,823,821
22	7. Financial expenses	VI.4	29,553,088,349	30,013,987,978
23	- In which: Interest expenses		28,798,461,146	29,950,386,864
25	8. Selling expenses	VI.5	38,100,686,812	35,226,417,367
26	9. General administration expenses	VI.6	47,735,910,318	45,136,542,991
30	10. Net profits from operating activities		106,999,040,165	148,535,065,248
31	11. Other income	VI.7	5,138,302,526	3,005,159,157
32	12. Other expenses	VI.8	30,572,092	551,579,587
40	13. Other profits		5,107,730,434	2,453,579,570
50	14. Total net profit before tax		112,106,770,599	150,988,644,818
51	15. Current corporate income tax expenses	V. 15	11,600,977,796	15,445,150,307
52	16. Deferred corporate income tax expenses			
60	17. Profits after corporate income tax		100,505,792,803	135,543,494,511

Preparer

Chief Accountant

OAOO101086 Da Nang, March 04, 2025 CÔNG TY Manager

Cổ PHẦN

ĐÀ NẵNG Z

PHAM HONG MINH

PHAN THINH

HO MINH NAM

STATEMENT OF CASH FLOWS (UNCONSOLIDATED)

(Indirect method)

For the fiscal year ended as of December 31, 2024

Code	Items	I Nets I	C	UNIT: VNL
1	2	Notes	Current year	Previous year
	I. CASH FLOWS FROM OPERATING ACTIVITIES	3	4	5
01	1. Profit before tax		112 107 770 700	150 000 (11 010
	2. Adjustments for		112,106,770,599	150,988,644,818
02	- Depreciation of fixed assets and investment properties	V.8, V.9	114 202 000 170	00 570 507 710
03	- Provisions	VI.4, VI.5	114,302,880,178 838,827,826	99,578,526,718
04	- Gains (losses) on exchange rate differences from revaluation of	VI.4, VI.5	(14,643,447)	35,274,573
	accounts derived from foreign currencies	V1.4, V1.3	(14,043,447)	(8,417,896
05	- Gains (losses) on investing activities		(24,866,101,533)	(26,497,634,492
06	- Interest expenses	VI.4	28,798,461,146	29,950,386,864
07	- Other adjustments	1 1.4	20,790,401,140	29,930,300,004
08	3. Operating profit before changes in working capital		231,166,194,769	254,046,780,585
09	- Increase (decrease) in receivables		13,546,102,336	30,108,969,682
10	- Increase (decrease) in inventories		(2,604,497,176)	(5,244,257,924)
11	- Increase (decrease) in payables (exclusive of interest payables,		(40,697,534,131)	(2,430,007,796)
	enterprise income tax payables)		(10,057,001,151)	(2,430,007,770)
12	- Increase (decrease) in prepaid expenses		(838,419,354)	(479,941,850)
13	- Increase (decrease) in trading securities		-	(179,511,050)
14	- Interest paid		(28,872,942,880)	(29,998,504,028)
15	- Enterprise income tax paid	V.15	-	(==,===,====,===)
16	- Other receipts from operating activities		-	-
17	- Other payments on operating activities		(16,728,371,128)	(12,918,291,230)
20	Net cash flows from operating activities	1	154,970,532,436	233,084,747,439
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
	1. Expenditures on purchase and construction of fixed assets and long-			
93549	term assets		(38,858,202,529)	(90,174,038,793)
	2. Expenditures on loans and purchase of debt instruments from other			
0.0000000000000000000000000000000000000	entities		(313,337,978,104)	(403,113,394,257)
	3. Proceeds from lending or repurchase of debt instruments from other			
	entities		316,955,717,809	380,316,211,697
27	4. Proceeds from interests, dividends and distributed profits		27,501,627,175	24,994,830,529
	Net cash flows from investing activities		(7,738,835,649)	(87,976,390,824)
_ []	III. CASH FLOWS FROM FINANCING ACTIVITIES			
	1. Proceeds from borrowings	V.19		42,646,463,927
	2. Repayment of principal	V.19	(61,944,423,952)	(47,041,005,740)
36	3. Dividends and profits paid to owners		(98,538,903,700)	(127,520,934,201)
40 /	Net cash flows from financing activities		(160,483,327,652)	(131,915,476,014)
50 N	Net cash flows during the fiscal year (50=20+30+40)		(13,251,630,865)	13,192,880,601
60	Cash and cash equivalents at the beginning of fiscal year	V.1	64,133,588,891	50,932,323,811
	Effect of exchange rate fluctuations		14,643,447	8,384,479
70	Cash and cash equivalents at the end of fiscal year (70=50+60+61)	V.1	50,896,601,474	64,133,588,891

Preparer

Chief Accountant

General Manager **CÔNG TY** CỔ PHẦN

PHAN THINH

CẤP NƯỚC Munual

HO MUNH NAM

PHAM HONG MINH

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

11

Da Nang, March 04, 2025

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

NOTES TO THE FINANCIAL STATEMENTS (UNCONSOLIDATED)

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 (unconsolidated) for the fiscal year ended as of December 31, 2024.

I. NATURE OF OPERATIONS

1. Forms of ownership

Danang Water Supply Joint Stock Company (hereinafter referred to as "the Company") was incorporated on the basis of equitization of Da Nang Water Supply Co., Ltd under Decision No. 5354/QD-UBND dated 09/08/2016 by Da Nang City People's Committee. The Company is an independent accounting entity, operating in accordance with Enterprise Registration Certificate No. 0400101066 dated 01/7/2010 by Da Nang City Planning and Investment Department (this Enterprise Registration Certificate has been amended nine times, and the latest amendment was made on 01/11/2021), the Enterprise Law, its Charter and other relevant regulations.

The Company was accepted for trading its common shares on UPCoM at Hanoi Stock Exchange in accordance with Decision No. 509/QD-SGDHN dated 07/07/2017 of the General Director of Hanoi Stock Exchange with stock code DNN. The official trading date of the share was 17/07/2017.

2. Principal scope of business

Producing and trading in domestic water.

3. Principal activities

- Water collection, treatment and supply. Detail: Producing and trading in clean water for daily life, production activities and other needs;
- Architectural and engineering activities and related technical consultancy. Detail: Preparing
 construction investment projects. Consulting, designing and preparing total cost estimates of water
 supply and sewerage works of medium and small scale. Terrain and geological surveys,
 verification of design documents and cost estimates, construction supervision, management of the
 investment and construction of water supply and sewerage projects from Group B downwards;
- Technical examination and analysis. Detail: testing and measuring water meter.
- Production of soft drinks and mineral waters. Detail: Producing and trading in bottled drinking water;
- Water supply and sewerage, heating and air-conditioning system installation activities. Detail: Installation and construction of water supply works;
- Trading in other construction materials and equipment. Detail: Trading in materials and equipment exclusively used for the construction of water supply and sewerage.

4. Normal course of the business cycle

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

5. The company's operational characteristics during the year have an impact on the financial statements

On June 25, 2024, the People's Committee of Da Nang City issued Official Letter No. 3415/UBND-STC regarding its opinion on the proposal of the State Capital Representative at the 2024 Annual General Meeting of Shareholders of Da Nang Water Supply Joint Stock Company. The proposal was to request the Company to adjust its 2023 Financial Statements in order to create funding for the reimbursement of costs related to the use of the value of water supply infrastructure assets, which were invested by the State budget and assigned to the State for management. The Company has taken over and exploited these assets

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

from June 2015 to December 31, 2023, with a total amount of VND 66.057.265.726 (allocated across 2023 and 2024).

The Company has retrospectively adjusted its 2023 financial statements (details in Note VIII.2) to reflect the asset lease expenses corresponding to the value allocated for the year 2023. The Company has also recognized an asset lease expense of VND 46.629.212.471 (allocated value for 2024 and VND 13.600.579.607 for lease expenses in 2024 as per Official Letter No. 300/STC-TCDN dated January 24, 2025) in the income statement for the fiscal year ending December 31, 2024.

6. Corporate structure

As on December 31, 2024 the Company has 02 dependent units company and 01 subsidiary. General information about the Company's subsidiaries and affiliates is as follows:

Dependent units

No.	Name	Address
1.	Danang Water Supply Project Management Unit	No. 57 Xo Viet Nghe Tinh Street, Hai Chau District, Danang City
2.	Dawaco Construction Enterprise	No. 10 Trinh Cong Son, Danang City
CL.	1.11	

Subsidiary company

				Closing bala	ance		Opening bal	ance
Company Name	Address	Main Business Lines	Equity Ratio	Rate of benefit of Parent Company	The voting rights of the Parent Company	Equity Ratio	Rate of benefit of Parent Company	The voting rights of the Parent Company
Danang Water Supply Sewerage Construction Co., Ltd	No 10 Trinh Cong Son, Hoa Cuong Nam Ward, Hai Chau District, Da Nang City	Installation of the system water supply and drainage	100%	100%	100%	100%	100%	100%

7. Employees

As on December 31, 2024, there are 528 persons who are working at the Company. (There are 511 persons as at January 1, 2024).

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.

This Financial Report is prepared for the fiscal year ended as of December 31, 2024.

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-

FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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.

Declaration of compliance with accounting standards and system 2.

The Board of General Managers 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.

3. Form of accounting applied: Computer Accounting

IV. APPLICABLE ACCOUNTING POLICIES

Basis of preparing the financial statements

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

The affiliated units have their own accounting work organization, dependent accounting. The financial statements of the whole Company are prepared on the basis of summarizing the financial statements of the affiliated units. Revenue and balances between subsidiaries are eliminated when preparing the financial statements.

These financial statements are the combined financial statements of the whole Company.

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 in the insignificant risk of changes in value.

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.

Loans

100 NO CI

DANANG WATER SUPPLY JOINT STOCK COMPANY FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

Loans are stated at cost less allowance for doubtful debts. Provisions for bad debts of loans are made based on expected losses.

Investments in subsidiary

Subsidiary is an enterprise which is controlled by the Company. Control is achieved when the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

Investments in a subsidiary are initially recognized at historical cost, consisting of the purchase price or capital contribution plus directly investable costs. In the case of investments with non-monetary assets, the cost of the investment is recognized at the fair value of the non-monetary asset at the time it arises.

Dividends and profits for the periods before the investment is purchased are accounted for in the value of the investment itself. Dividends and profit for the periods after the investment is purchased is recognized as revenue. Dividends received in shares are only tracked by the increased number of shares, not recognized the value of shares received/recognized at par value.

Allowance for losses for investments in subsidiaries is made when the subsidiary suffers a loss with the allowance equal to the difference between the actually contributed capital of the parties in the subsidiary and the actual equity capital (X) with the ratio of the Company's capital contribution to the total actual contributed capital of the parties in the subsidiary. If the subsidiary is the subject of the Consolidated Financial Statements, the basis for determining the loss provision is the Consolidated Financial Statements.

Increase, decrease in the amount of allowance for impairment in investments in subsidiaries that need to be made at the balance sheet date is recognized in financial expenses.

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.

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.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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.

Cost of repairing fixed assets

Cost of repairing assets with great value is allocated to cost under 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.

Depreciating the cost of tangible fixed assets is calculated on straight-line method based on the estimated useful life. In details:

Kind of assets	Useful life (years)
Buildings, structures	$\frac{10-25}{10-25}$
Machineries, equipment	06 - 15
Means of transportation and transmitters	05 - 15
Office equipment and furniture	04 - 10
Other fixed assets	06 - 12

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.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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. The depreciation years of software types are as follows:

Kind of assets	Useful life (year)
Management software	04 - 05
Website	04
Accounting software	Fully depreciation

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.
- Internal payables reflect accounts payable between superior units and affiliated units that do not have the legal status of dependent accounting.
- Other payables reflect the non-commercial elements, unrelated to selling purchasing transactions, rendering of services.

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.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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.
- 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.

Revenue from lease operating assets

Revenue from lease operating assets is recorded on a straight-line method over the term of the lease. Revenue received in advance of many periods are allocated to revenue in accordance with the rental period.

Interest

FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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

Dividends and shared profit

Dividends and shared profit are recognized when shareholders are entitled to receive dividends or profits from the capital contribution. Received dividends are shares, that are only monitored for the increase in the number of shares, not for the value of shares received/recorded in denomination.

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.

For general loans, which are used to invest in construction or production of assets in progress, their 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:

15/1 TO 0 0/1/2

DANANG WATER SUPPLY JOINT STOCK COMPANY FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

- 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. (Vietcombank Danang, purchase exchange rate on January 1, 2024: 24,080 VND/USD and December 31, 2024: 25,251 VND/USD).
- For monetary items denominated in foreign currencies classified as liabilities: the selling rate of the bank where the Company regularly has transactions. . (Vietcombank Danang, Selling exchange rate on January 1, 2024: 24,420 VND/USD and December 31, 2024: 25,251 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 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

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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. 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. Parties are also considered to be related if they are subject to common control or common significant influences.

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

V. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE BALANCE SHEET (UNCONSOLIDATED)

Unit: VND

1. Cash

	Dec 31, 2024	Jan 01, 2024
Cash in hand Cash at bank	14,699,440 50,881,902,034	3,022,427 64,130,566,464
Total	50,896,601,474	64,133,588,891

2. Held-to-maturity investments

	Dec 31, 2024	Jan 01, 2024
More than 3 months to 1 year term deposits	359,088,224,415	362,705,964,120
- EVN Finance Joint Stock Company	130,000,000,000	135,000,000,000
- Vietnam Asia Commercial Joint Stock Bank - Da	97,000,000,000	30,000,000,000
- SaiGon-HaNoi Commercial Joint Stock Bank - Da	50,000,000,000	38,000,000,000
- Vietnam-Russia Joint Venture Bank - Da Nang Branch	37,000,000,000	
- Ho Chi Minh City Development Commercial Joint Sto	30,000,000,000	
- Vietnam Thuong Tin Commercial Joint Stock Bank - T - Joint Stock Commercial Bank For Foreign Trade Of	7,000,000,000	32,000,000,000
Vietnam	5,787,283,615	5,561,964,120
- Nam A Commercial Joint Stock Bank - Da Nang Branc	2,300,940,800	52,144,000,000
- Vietnam Public Joint Stock Commercial Bank - Da	: 	70,000,000,000
Total	359,088,224,415	362,705,964,120

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

There were no pledged deposits or collateral for loans as of December 31, 2024.

3. Short-term trade receivables

	Dec 31, 2024	Jan 01, 2024
Receivables from customers being related parties	-	-
Receivables from other customers	16,223,044,308	15,078,947,958
Trung Nam Hue Crossroad BT Limited Company	4,129,593,002	4,090,711,000
Others	12,093,451,306	10,988,236,958
Total	16,223,044,308	15,078,947,958

As on December 31 2024, overdue customer receivable balance is VND 7,527,496,376. The company has made provisions for bad debts according to regulations.

4. Short-term prepayment to suppliers

	Dec 31, 2024	Jan 01, 2024
Prepayments to related parties		· -
Prepayments to other entities	1,886,001,013	1,811,502,922
Vinam Informatics Technology Solution And Business		-,,- v -, v
Company Limited	314,880,000	<u> </u>
Phan Huu Luyen	185,000,001	185,000,001
BETACO Consultancy and Construction Joint Stock	-	366,818,691
Others	1,386,121,012	1,259,684,230
Total -	1,886,001,013	1,811,502,922

As on December 31, 2024, the balance of short-term prepayments to suppliers determined to be bad debt is VND 944,052,313. The company has made provisions for bad debts according to regulations.

5. Other short-term receivables

	Dec 31, 2024		Jan 01, 2024	
	Amount	Allowance	Amount	Allowance
Receivables from related parties	-		-	
Receivables from others	16,286,543,075	-	17,433,133,559	
Accrued interest	8,779,741,007	₩ ?	11,395,512,416	_
Advance	2,001,477,808	 0	1,760,829,076	0 22
Short-term deposits	1,190,078,000	%. ₩	763,818,000	_
Other receivables	4,315,246,260	= 2	3,512,974,067	=
Total	16,286,543,075		17,433,133,559	-

Deposits and short-term deposits are deposits to return the construction site according to the permit issued by the Department of Transportation of Da Nang City for construction.

As of December 31, 2024, the Company has no other receivables that are overdue or irrecoverable.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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	7,380,094,026	7,218,068,644
Allowances for receivable debt which has been overdue		
for between 2 years and under 3 years	344,081,448	245,093,394
Allowances for receivable debt which has been overdue		
for between 1 year and under 2 years	210,958,681	348,751,430
Allowances for receivable debt which has been overdue		- I
for between over 6 months and under 1 year	53,397,713	92,417,777
Y .	The Mark of the Mark of the Control	The first Committee was
Total	7,988,531,867	7,904,331,244

Statement of changes in allowances for short-term doubtful debts

	Current year	Previous year
Opening balance	7,904,331,244	7,932,157,338
Increasing	84,200,623	=
Decreasing	=	(27,826,094)
Closing balance	7,988,531,867	7,904,331,244

7. Inventories

	Dec 31, 2024		Jan 01, 2024	
	Historical cost	Allowance	Historical cost	Allowance
Raw materials	40,125,299,972	-	37,487,222,453	
Tools and supplies	363,155,106		366,331,527	-
Work in progress	1,654,136,222		1,664,954,017	
Total	42,142,591,300		39,518,507,997	•

- Raw materials are water industry materials such as pipes, clocks, flanges, water valves, faucets, rubber rings, and water treatment chemicals ...; materials used for construction and installation activities such as iron, steel, and sand; fuel used for motorcycles such as gasoline, oil, lubricant, and some other materials. At the end of this year, raw materials and raw materials inventory increased because the Company purchased materials but had not yet put them into construction for the projects it was working on.
- 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.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang 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	Machinery Means of transportation	Office	Other	
Historical cost Opening balance Increasing in the year + Completed construction + Purchase Decreasing in the year	186,215,711,071 21,484,611,138 21,484,611,138	146,777,509,400 7,410,427,467 6,865,027,467 545,400.000 (206,243,396)	2,151,361,319,269 47,939,776,215 47,939,776,215	8,397,148,314	1,141,157,347	Total 2,493,892,845,401 76,834,814,820 76,289,414,820 545,400,000
replacement, renovation Closing balance	207,700,322,209	(206,243,396)	(299,214,730)	1		(505, 458, 126)
Depreciation		173,701,073,471	2,199,001,880,/54	8,397,148,314	1,141,157,347	2,570,222,202,095
Opening balance Increasing in the year + Depriciation during	157,783,270,872 5,696,132,414	87,623,369,341 12,741,335,024	1,204,590,665,751 95,239,780,630	6,255,589,154 516,178,670	538,358,497 79,642,062	1,456,791,253,615 114,273,068,800
the year Decreasing in the year + Dismantling due to	5,696,132,414	12,741,335,024 (206,243,396)	95,239,780,630 (259,874,370)	516,178,670	79,642,062	114,273,068,800 (466,117,766)
replacement, renovation Closing balance	163 479 403 286	(206,243,396)	(259,874,370)	1		(466,117,766)
Net book value	007/001/01/01	100,130,400,303	1,299,5/0,5/2,011	6,771,767,824	618,000,559	1,570,598,204,649
Opening balance	28,432,440,199	59,154,140,059	946,770,653,518	2,141,559,160	602,798,850	1 037 101 591 786
Closing balance	44,220,918,923	53,823,232,502	899,431,308,743	1,625,380,490	523,156,788	999,623,997,446

Cost of fixed assets that have depreciated fully are still using as of December 31, 2024: VND 1,200,482,606,631.

No tangible fixed assets pending liquidation as of December 31, 2024.

Carrying amount of fixed assets mortgaged for loans as of December 31, 2024: VND 742,131,557,383 (refer to Note V.19).

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

9. Intangible fixed assets

	Website	Accounting Sofware	Management Sofware	Total
Historical cost				
Opening balance	= 5.	54,000,000	9,642,575,951	9,696,575,951
Increase during the year	150,000,000	-	1,892,000,000	2,042,000,000
Decrease during the year	_	_	-	
Closing balance	150,000,000	54,000,000	11,534,575,951	11,738,575,951
Depreciation				
Opening balance	-	54,000,000	9,322,167,611	9,376,167,611
Depreciation during the year	31,250,000		237,991,672	269,241,672
Decrease during the year	-	-	7	- ,,
Closing balance	31,250,000	54,000,000	9,560,159,283	9,645,409,283
Net book value				
Opening balance	_	-	320,408,340	320,408,340
Closing balance	118,750,000	<u> </u>	1,974,416,668	2,093,166,668

Cost of intangible fixed assets that have depreciated fully are still using as of December 31, 2024: VND 8,961,375,951.

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

10. Construction in progress

Dec 31, 2024	Jan 01, 2024
4,578,238,041	13,852,173,296
62,715,462	12,700,934,548
71,078,509	10,726,470,896
28,529,631,157	35,980,696,720
33,241,663,169	73,260,275,460
	4,578,238,041 62,715,462 71,078,509 28,529,631,157

(*) The value of assets mortgaged for loans as of December 31, 2024: VNĐ 67,340,675 (refer to Note V.19).



FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

11. Long-term financial investments

		Dec 31, 2024			Jan 01, 2024	
	Historical cost	Allowance	Fair value	Historical cost	Allowance	Fair value
Investments in Subsidiaries Danang Water Supply Sewerage Construction Co., Ltd	10,000,000,000 10,000,000,000	(1,607,654,021) (1,607,654,021)	8,392,345,979 8,392,345,979	10,000,000,000 10,000,000,000	(853,026,818) (853,026,818)	9,146,973,182 9,146,973,182
Total	10,000,000,000	(1,607,654,021)	8,392,345,979	10,000,000,000	(853,026,818)	9,146,973,182

Fair value of the aforementioned long-term financial investments is due to lack of information on transaction prices, so the Company determines fair value of the investments equal to book value on the financial statements for the fiscal year ended as of December 31, 2023 of the above company. Allowances for long-term financial investments are based on the actual equity in the financial statements for the fiscal year ended as of December 31, 2023 of invested companies.

Additional information

		De	Jec 31, 2024			Jan 01, 2024	
		Number of	%	% voting	Number of	%	% voting
	Status of operation	shares	holding	rights		holding	rights
						G. T. T.	TI STILLS
Investments in Subsidiaries							
Danang Water Supply Sewerage Construction Co., Ltd	Operating	1,000,000	100.00%	100.00%	1,000,000	100.00%	100.00%

Major transactions between the Company and its subsidiaries and associates during the period are presented in Note No. VIII.1.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

12. Prepaid expenses

a. Short-term

Dec 31, 2024	Jan 01, 2024
281,583,351	91,424,475
135,131,502	150,155,003
416,714,853	241,579,478
	281,583,351 135,131,502

Situation of increase, decrease of short-term prepaid expenses

	Current year	Previous year
Opening balance	241,579,478	204,096,085
Increase	1,030,295,698	800,309,690
Allocation in the year	(855,160,323)	(762,826,297)
Closing balance	416,714,853	241,579,478

b. Long-term

	Dec 31, 2024	Jan 01, 2024
Cost of installing branch pipes	4,432,764,564	4,060,414,502
Other instrument & tools awaiting for allocation	5,045,047,587	4,754,113,670
Total	9,477,812,151	8,814,528,172

Situation of increase, decrease of long-term prepaid expenses

	Current year	Previous year
Opening balance	8,814,528,172	8,372,069,715
Increase	13,898,116,716	12,019,951,140
Decrease	(73,717,846)	-
Allocation in the year	(13,161,114,891)	(11,577,492,683)
Closing balance	9,477,812,151	8,814,528,172

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

13. Short-term trade payables

	Dec 31, 2024	Jan 01, 2024
Trade payables to related parties	3,424,691,672	3,450,449,643
(Refer to Notes No. VIII.1)		
Trade payables to other entities	42,442,416,588	82,919,153,825
Da Nang City Urban Infrastructure Management Center	14,568,808,506	32,519,864,930
Construction Joint Stock Company No. 5	13,094,632,090	18,266,242,690
A Chau Technology Joint Stock Company	448,640,500	9,320,085,799
HAWACO Mechanical & Electrical Co., Ltd	2,388,614,701	5,024,289,838
Other	11,941,720,791	17,788,670,568
Total	45,867,108,260	86,369,603,468

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

14. Short-term prepayments from customers

	Dec 31, 2024	Jan 01, 2024
Prepayments from customers being related parties	_	₩.
Prepayments from other customers	980,710,123	651,868,804
Project Management Board of Construction Investment of Da Nang Traffic Works (*)	413,590,798	183,836,674
Nam Viet A Construction Investment and Infrastructure Development JSC (*)	258,860,783	258,860,783
Others	308,258,542	209,171,347
Total	980,710,123	651,868,804

^(*) These are the construction works of water supply pipelines that are facing problem about the ground that are unconstructed.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

15. Taxes and other receivables, payables to States budget

	Opening balanc	alance	Payable during	Paid amounts	Closing balance	alance
	Receivables	Payables	the fiscal year	during the fiscal	Receivables	Payables
Value added tax	32,891,149,249	,	22.348.936.633	7 073 194 187	17 615 406 708	
Corporate income tax	19,994,841,878	•	12,488,324,116		7 506 517 762	ľ
Personal income tax	833,839,993	ľ	1,960,087,806	3,203,888,362	2.077 640 549	i 3
Natural resource tax	b	328,682,500	3,195,372,100	3,151,062,350		377 000 750
Land tax and land rent	1,314,589,487		5,928,618,308	4,614,028,821	1	0.4,7,7,4,0
Other taxes	ä	· •	13,000,000	13,000,000	1	ı
Fees and charges		6,457,005,208	90,012,624,717	89,700,498,226	ı	6,769,131,699
Total	55 034 420 607	901 193 281 3	125 046 062 600			
	700,024,470,000	0,/02,00/,/00	0,703,007,700	107,755,671,941	27,199,565,109	7,142,123,949

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 Decision No. 693/QD-TTg dated May 6, 2013 of the Prime Minister amending and supplementing Section V, List of types and regulatory criteria scale and standards 10, 2008 and consistent with the planning in Decision No. No. 9018/QD-UBND dated December 28, 2016 of the People's Committee of Da Nang City. According to 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 establishments implementing socialization in the field of environment according to the regulations. prescribed at Point 10, Section VI, List promulgated together with of establishments implementing socialization in the field of environment promulgated together with the Prime Minister's Decision No. 1466/QD-TTg dated October 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 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%

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

Corporate income tax payable during the year includes current corporate income tax and corporate income tax paid on behalf of the State, determined as follows:

Current corporate income tax (CIT)

——————————————————————————————————————	Current year	Previous year
Total accounting profits before corporate income	112,106,770,599	150,988,644,818
Adjustment to taxable income	5,610,084,704	14,857,310,182
Increasing adjustment	5,624,728,151	14,865,740,823
 Set up a science and technology development fund 		4,000,000,000
- Remuneration of non-executive Board of Directors		
and Supervisory	292,500,000	280,800,000
- Cost of handling backlog construction	10,817,795	131,622,560
- Raw water cost difference paid to the state	4,257,129,378	9,237,405,509
- Other improper expenses	1,055,850,337	1,215,912,754
- Gains due to reassessment of exchange rate	, , , , , , , , , , , , , , , , , , , ,	2,210,212,751
differences at the end of the period of cash and	8,430,641	2
Decreasing adjustment	(14,643,447)	(8,430,641)
- Gains due to reassessment of exchange rate	(14,643,447)	(8,430,641)
differences at the end of the period of cash and	o Medicale Amaria - Stronger e victori (Zer	
receivables		
Total taxable income	117,716,855,303	165,845,955,000
- Income from water industry	110,550,469,448	156,670,402,069
- Income from other activities	2,909,256,477	(61,852,578)
- Income from raw water cost difference paid to the	4,257,129,378	9,237,405,509
Total tax calculation income	117,716,855,303	165,845,955,000
- Income from water industry	110,550,469,448	154,218,083,333
- Income from other activities	2,909,256,477	2,390,466,158
- Income from raw water cost difference paid to the		
state	4,257,129,378	9,237,405,509
Science and technology fund appropriation part	-	4,000,000,000
Total tax calculation income excludes the setup	117,716,855,303	161,845,955,000
science and technology fund part		
- Income from water industry	110,550,469,448	150,218,083,333
Income from other activities	2,909,256,477	2,390,466,158
Income from raw water cost difference paid to the		
state	4,257,129,378	9,237,405,509
Corporate income tax	12,488,324,116	17,347,382,667
Income from water industry (10%)	11,055,046,945	15,021,808,333
Income from other activities (20%)	581,851,295	478,093,232
- CIT corresponding to the raw water cost difference paid to the State (20%)	851,425,876	1,847,481,102
Current corporate income tax expenses	12,488,324,116	17,347,382,667
In which:		
Current corporate income tax expenses arising in the	11,600,977,796	15,445,150,307
CIT paid on behalf of the state arises due to the	851,425,876	1,847,481,102
lifference in the cost of purchasing raw water paid to he state budget	,,,,,,,,,	-10-113-1041-102
CIT for invalid documentation	35,920,444	54,751,258

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

Land rental

The Company must pay land rent for the land area being used including production and business land and nonagricultural land. Every location has a distinct price for a land rent unit. Paying land rent complies with the notice issued by the tax office.

Other taxes

The Company has declared and paid under regulations.

11	W			
16.	Payabl	les to	emp	ovees

10. Tayables to employees		
	Dec 31, 2024	Jan 01, 2024
Salary	29,399,507,369	25,660,461,025
Total	29,399,507,369	25,660,461,025
17. Short-term accrued expenses		
	Dec 31, 2024	Jan 01, 2024
Payables to related parties		
Payables to other entities	2,207,585,966	2,320,296,950
Electricity costs	1,398,000,039	1,220,642,166
Interest payable	322,312,102	396,793,836
Fee for water fee collection	259,611,000	210,783,000
Costs of using electronic invoices	110,492,980	140,437,850
Other accrual expenses	117,169,845	351,640,098
Total	2,207,585,966	2,320,296,950
18. Other payables)
a. Short-term		

	Dec 31, 2024	Jan 01, 2024
Other payables to related parties (Refer to Notes No. VIII.1)	146,225,039,594	136,608,716,841
Other payables to other entities	2,899,251,682	2,700,373,915
Saigon - Da Nang Investment Joint Stock Company	1,221,614,989	1,221,614,989
Others	1,677,636,693	1,478,758,926
Total	149,124,291,276	139,309,090,756
b. Long-term		

	Dec 31, 2024	Jan 01, 2024
Other payables to related parties (Refer to Notes No. VIII.1)	80,490,446,164	96,588,446,164
Other payables to other entities Long-term deposit received	9,874,491,564 9,874,491,564	8,172,825,661 8,172,825,661
Total	90,364,937,728	104,761,271,825



FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

Borrowings and finance lease liabilities Short-term

Transferring from long-term loan Closing balance			9,873,820,000 9,873,820,000	25,109,596,136 25,109,596,136	60,250,704,883 60,483,921,067	×	Closing balance	445,059,098,803 137,142,167,666	12,208,693,536	75,864,195,924	219,844,041,677	445,059,098,803	60,483,921,067 384,575,177,736
Paid fr during the year		4,278,787,816	9,583,360,000	25,109,595,608 2.	61,696,543,424 60	Paid	during the year	61,944,423,952 22,724,800,000	4,278,787,816	9,831,240,000	25,109,596,136	61,944,423,952	[8]
Increase during the year	Υ	r	,	ı	•	Increase	during the year	16 J	*)	1		
Opening balance	61,929,759,608 22,724,800,000	4,512,004,000	9,583,360,000	25,109,595,608	61,929,759,608		Opening balance	507,003,522,755 159,866,967,666	16,487,481,352	85,695,435,924	244,953,637,813	507,003,522,755	61,929,759,608 44 5,073,763,147
	 Current portion of long-term borrowings Danang City Investment and Development Fund (i) Joint Stock Commercial Bank for Investment and Development of 	Vietnam (ii) - Joint Stock Commercial Bank for Equal Total - 5xx	Danang Branch (iii) - Shinhan Bank Vietnam I imited Branch (iii)	Total	, P	b. Long-term		- Danang City Investment and Development Fund (i) - Joint Stock Commercial Bank for Investment and	Development of Vietnam (ii)	Danang Branch (iii)	- Sumnan Bank Vietnam Limited - Danang Branch (iv) Total	In which	- Amount due within 1 year Long-term borrowings and finance lease liabilities



Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

- (i) The loans from the Da Nang City Investment and Development Fund under the following credit contracts:
- Loan Agreement No. 09/2018/HDTD dated 24/10/2018 for the execution of Project "increasing capacity of Red Bridge Water Factory by 120,000m3/day; Divergence 1: increasing capacity by 60,000m3/day". The credit limit is VND 120,000,000,000, and borrowing term is 12 years. Interest rate is 7%/year and is adjusted in accordance with the Decision on interest rate issued by the lender in each period. The interest rate for overdue principal is 150% of the undue interest rate. Loan security mode: Construction works and invested machinery and equipment and assets formed in the future of the project. (Refer to Note No. V.8, V.10)
- Loan Agreement No. 01/2019/HDTD dated 14/01/2019 for the execution of Project "Hoa Trung Lake Water Factory with the capacity of 10,000m3/day". The credit limit is VND 50,000,000,000, and the borrowing term is 10 years. Interest rate is 7%/year and is adjusted in accordance with the Decision on interest rate issued by the lender in each period. The interest rate for overdue principal is 150% of the undue interest rate. Loan security mode: The invested system of water supply pipelines in the city and assets to be formed in the future of the project. (Refer to Note No. V.8, V.10)
- Loan Agreement No. 14/2020/HDTD dated 19/08/2020 for the project "Increasing the capacity of Cau Do Water Plant from 230,000 m3/day to 290,000 m3/day". The credit limit is VND 71,000,000,000, and the borrowing term is 144 months. Interest rate is 7%/year and is adjusted in accordance with the Decision on interest rate issued by the lender in each period. The interest rate for overdue principal is 150% of the undue interest rate. Loan security mode: Assets formed in the future of the project. (Refer to Note No. V.8, V.10).
 - (ii) The loans from Joint Stock Commercial Bank for Investment and Development of Vietnam Da Nang Branch are as follows:
- Loan Agreement No. 01/2020/257027/HDTD dated 21/01/2020 for the investment in the construction of the D600DI water pipeline project on Ho Xuan Huong Street. The credit limit is VND 2,565,000,000 and the borrowing term is 60 months. Interest rate is 9%/year for 18 months as from the first drawdown date. Post-adjustment interest rate is equal to the floating interest rate of 24-month savings deposit with interest paid at the end of the term + margin of 3.3%/year. It is adjusted every 06 months on the first day of the first month of the period in which the interest rate is adjusted. The interest rate for overdue principal is 150% of the undue interest rate. The loan is secured by the assets to be formed in the future. (Refer to Note No V.10)
- Loan Agreement No. 02/2020/257027/HDTD dated 16/04/2020 for for the investment in the construction of the D500 and D400 DI water pipeline project on Vo Nguyen Giap Hoang Sa Street (from Hồ Xuân Hương Street to Nguyễn Phan Vinh). The credit limit is VND 24,623,000,000 and borrowing term is 10 years. Interest rate is 9%/year for 18 months as from the first drawdown date. Post-adjustment interest rate is equal to the floating interest rate of 24-month savings deposit with interest paid at the end of the term + margin of 3.3%/year and is adjusted every 06 months on the first day of the first month of the period in which interest rate is adjusted. The interest rate for overdue principal is 150% of the undue interest rate. The loan is secured by the assets to be formed in the future. (Refer to Note No V.8)
 - (iii) The loans from Joint Stock Commercial Bank for Foreign Trade of Vietnam Da Nang Branch under the following loan contracts:
- Loan contract No. 63/2020/VCB-KHDN dated August 3, 2020 for investing in the project "Water supply pipeline D400 DI Vo Nguyen Giap Truong Sa Street (section from Ho Xuan Huong Street to Vo Quy Huan Street). The credit limit is VND 38,112,000,000, and borrowing term is 120 months. Loan interest rate: For the first 2 years from the date of first disbursement: Loan interest rate = 12-month VND savings interest rate with paying interest later for individual customers + 1.8%/year; Interest rate for the remaining loan term: Loan interest rate = 12-month VND savings interest rate with paying interest later for individual customers + 2.8%/year, adjustment period of rate is once every 6 months on June 26 and December 26 every year, the interest rate applied to the overdue principal is 150% of the loan interest rate within the term. The loan is secured by the assets to be formed in the future. (Refer to Note No.V.10).

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

- Loan contract No. 93/2020/VCB-KHDN dated 22/10/2020 for investing the project "Investment in water supply pipeline D1200 DI, D1000 DI, D800 DI on Thang Long Road (section from Cau Do water plant to Tuyen Son bridge). The credit limit is VND 150,000,000,000, and borrowing term is 144 months from the date of first disbursement. Loan interest rate: For the first 2 years from the date of first disbursement: Loan interest rate = Base interest rate + 1,2%/year; for the next 2 years: Loan interest rate = Base interest rate + 1,8%/year; for the remaining loan term: Base interest rate + 2%/year, (in which, base interest rate = 12-month VND savings interest rate with paying interest later for individual customers), adjustment period of rate is once every 6 months on June 26 and December 26 every year, the interest rate applied to the overdue principal is 150% of the loan interest rate within the term. The loan is secured by the assets to be formed in the future. (Refer to Note No. V.10).
 - (iv) Borrowing from ShinHan Vietnam Bank Da Nang Branch under the following loan contracts:
- Loan contract No. SHBVN/DN/CR/HDTD-001 dated 11/12/2020 to implement the project" Water supply pipeline D1200 DI, D800 DI Hoa Lien (section from Hoa Lien water plant to road No. 2 Hoa Khanh Industrial Zone). The credit limit is VND 136,218,000,000, borrowing term is 12 years. Loan interest rate for the first 4 years will apply reference interest rate + margin of 0.8%/year, next 8 years will apply reference interest rate + margin of 0.9%/year, interest rate adjustment will be made adjusted every 3 months during the loan term, the interest rate applied to the overdue principal is 150% of the loan interest rate within the term. The reference interest rate is the average interest rate of 12-month savings deposits applied to individual customers of four (04) banks, including: Joint Stock Commercial Bank for Foreign Trade of Vietnam, Vietnam Bank for Agriculture and Rural Development, Joint Stock Commercial Bank for Industry and Trade of Vietnam and Joint Stock Commercial Bank for Investment and Development of Vietnam were announced. The loan is secured by the assets to be formed in the future. (Refer to Note No.V.10).
- Loan contract No. SHBVN/ĐN/CR/HĐTD-002 dated 13/12/2021 to implement the project "Increase the capacity of An Trach anti-salt pumping station from 210,000m3/day to 420,000m3/day ". The credit limit is VND 220,206,000,000, borrowing term is 12 years. Loan interest rate will apply reference interest rate + margin of 0.5%/year, interest rate adjustment will be made adjusted every 3 months during the loan term, the interest rate applied to the overdue principal is 150% of the loan interest rate within the term. The reference interest rate is the average interest rate of 12-month savings deposits applied to individual customers of four (04) banks, including: Joint Stock Commercial Bank for Foreign Trade of Vietnam, Vietnam Bank for Agriculture and Rural Development, Joint Stock Commercial Bank for Industry and Trade of Vietnam and Joint Stock Commercial Bank for Investment and Development of Vietnam were announced. The loan is secured by the assets to be formed in the future. (Refer to Note No.V.10)

FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

20. Bonus and welfare fund

	Dec 31, 2024	Jan 01, 2024
Sonus and welfare fund	6,800,215,100	7,076,863,297
keward fund for Management and Executive Board	146,493,465	302,175,000
Total	6,946,708,565	7,379,038,297

The situation of setting up and using reward and welfare funds

	Jan 01, 2024	Increase	Descrease	Dec 31, 2024
Bonus and welfare fund Reward fund for Management and	7,076,863,297 302,175,000	13,818,067,533 585,973,863	(14,094,715,730) (741,655,398)	6,800,215,100 146,493,465
Total	7,379,038,297	14,404,041,396	(14,836,371,128)	6.946.708.565

21. Owner's equity

a. Statement of changes in owners' equity

	Contributed capital	Capital surplus	Development and investment funds	Undistributed profit after tax	Total
Balance as at Jan 01, 2023 Increase during the year Decrease during the vear	579,640,610,000	8,993,538,265	101,823,484,308 15,279,539,303	105,195,153,832	795,652,786,405 150,823,033,814
Balance as at Dec 31, 2023	579,640,610,000	8,993,538,265	117,103,023,611	(157,204,825,504) 83,533,824,839	(157,204,823,504) 789,270,996,715
Balance as at Jan 01, 2024 Increase during the year Decrease during the year	579,640,610,000	8,993,538,265	117,103,023,611 10,995,117,081	83,533,824,839	7 89,270,996,715 111,500,909,884
Balance as at Dec 31, 2024	579,640,610,000	8,993,538,265	128,098,140,692	60,101,555,466	(123,938,062,177)



Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

b. Details of investment capital

		31, 2024	Jai	n 01, 2024
	Capital contribution ratio (%)	Capital contribution	Capital contribution ratio (%)	Capital contribution
People's Committee of Danang City	60.08	348,242,170,000	60.08	348,242,170,000
Danang - Mien Trung Investment JSC Other shareholders	35 4.92	202,867,440,000 28,531,000,000	35.00 4.92	202,867,440,000 28,531,000,000
Total	100	579,640,610,000	100	579,640,610,000

c. Capital transactions with owners and dividend, profit distribution

	Current year	Previous year
Contributed capital		
- Opening balance - Increase	579,640,610,000	579,640,610,000
- Decrease	- E	-
- Closing balance Distributed profit, dividend	579,640,610,000 98,538,903,700	579,640,610,000 127,520,934,201

d. Shares

	Dec 31, 2024 Shares	Jan 01, 2024 Shares
Number of shares registered for issuance	57,964,061	57 064 061
Number of shares issued to the public	57,964,061	57,964,061 57,964,061
- Ordinary shares - Preference shares	57,964,061	57,964,061
Number of treasury shares		
Number of outstanding shares in circulation	57,964,061	57,964,061
- Ordinary shares - Preference shares	57,964,061	57,964,061
Face value of outstanding shares	10,000	10,000

e. Undistributed profit after tax

	Current year	Previous year
Profits brought forward	83,533,824,839	105,195,153,832
Profits after corporate income tax of current period	100,505,792,803	135,543,494,511
Profit distribution	123,938,062,177	157,204,823,504
Previous year's profit distribution	83,363,219,477	105,037,168,603
- Set up bonus and welfare fund	13,818,067,533	13,800,000,000
- Set up fund of Executive Management Board	585,973,863	604,350,000
- Divide the dividend by cash	57,964,061,000	75,353,279,300
- Set up development and investment funds	10,995,117,081	15,279,539,303
Current year's profit distribution (Divide the dividend)	40,574,842,700	52,167,654,900
Undistributed profit after tax	60,101,555,466	83,533,824,839



FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

f. Dividend

Resolution of the Annual General Meeting of Shareholders in 2024 No. 01/NQ- DHDCD dated 26/06/2024 approved the plan to pay dividends in 2023 in cash is 19%, equivalent to VND 110,131,715,900. The Company has advanced the first dividend of 2023 in cash at 9% according to Board of Directors Resolution No. 03/NQ-HDQT dated 03/08/2023, equivalent to VND 52,167,654,900 in September 2022 and make payment the rest is 13% equivalent to VND 57,964,061,000 in June 2024.

The company has advanced the first round of dividends from 2024 profit after tax in cash at 7% according to Board of Directors Resolution No. 08/NQ-HDDQT dated October 10, 2024, equivalent to 40,574,842,700 VND in November 2024.

5. Non – business funds used for fixed asset acquisitions

	Dec 31, 2024	Jan 01, 2024
Opening balance	818,053,503	1,057,483,803
Depreciation for the year	(239,430,294)	(239,430,300)
Non-business funds used for		
fixed asset acquisitions in year-end	578,623,209	818,053,503
22. Off-balance sheet accounts Doubtful debts have been resolved		1
1	Dec 31, 2024	Jan 01, 2024
Doubtful debts have been resolved	444,333,718	457,209,246

VI. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE INCOME

STATEMENTS (Unit: VND)

1. Revenues

	Current year	Previous year
Revenue from related parties		
Revenue from other parties	644,393,679,634	595,860,280,562
Revenue from water industry	640,211,211,200	591,802,155,635
Revenue from other activities	4,182,468,434	4,058,124,927
Total	644,393,679,634	595,860,280,562

2. Cost of goods sold

	Current year	Previous year
Cost of goods sold from water industry Cost of goods sold from other activities	443,494,800,389 3,410,718,120	360,703,213,149 3,481,877,650
Total	446,905,518,509	364,185,090,799

FINANCIAL STATEMENTS (UNCONSOLIDATED)

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

3. Financial income

	Current year	Previous year
Deposits, loans interest	24,885,855,766	27,227,905,478
Foreign exchange gain in payment	65,306	487,702
Foreign exchange differences revaluation at the end	14,643,447	8,430,641
Total	24,900,564,519	27,236,823,821

4. Financial expenses

Current year	Previous year
28,798,461,146	29,950,386,864
754,627,203	63,100,667
	500,447
29,553,088,349	30,013,987,978
	28,798,461,146 754,627,203

5. Selling expenses

*	Current year	Previous year
Cost of raw materials	6,184,486,154	5,333,411,827
Employees cost	27,014,569,793	25,011,720,677
Fixed asset depreciation	22,500,000	90,000,000
Costs of outsourced services	4,663,277,837	4,499,285,812
Other explicit expenses	215,853,028	291,999,051
Total	38,100,686,812	35,226,417,367

6. General administration expenses

	Current year	Previous year
Cost of raw materials	1,012,316,378	328,983,587
Employees cost	25,260,777,260	23,049,132,072
Fixed asset depreciation	2,753,455,637	2,765,823,092
Allowances for doubtful debts	84,200,623	179,411,057
Set up a science and technology development fund		4,000,000,000
Costs of outsourced services	2,844,291,845	2,865,284,684
Other explicit expenses	15,780,868,575	11,947,908,499
Total	47,735,910,318	45,136,542,991

MS/CO.M ET ASM

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

7. Other income

	Current year	Previous year
Use fixed assets formed from the R&D fund	1,892,000,000	_
Remaining drainage service charges for collection	3,162,749,243	2,943,427,998
Bad debts have been handled and now are recovered	12,875,528	5,123,325
Handling excess during an inventory check	556,802	-
Other income	70,120,953	56,607,834
Total	5,138,302,526	3,005,159,157

8. Other expenses

	Current year	Previous year
Residual value of liquidated fixed assets	19,754,233	413,587,182
Handling backlog construction	10,817,795	128,615,287
Other expenses	64	9,377,118
Total	30,572,092	551,579,587

9. Operating expenses according to elements

	Current year	Previous year
Cost of raw materials	132,059,851,200	59,059,844,265
Employees cost	122,015,634,160	108,535,433,089
Fixed asset depreciation	114,302,880,178	99,578,526,718
Costs of outsourced services	137,401,227,765	140,426,778,216
Other explicit expenses	26,951,704,541	36,525,697,053
Total	532,731,297,844	444,126,279,341

10. Basis earnings per share, Diluted earnings per share

According to the law of sections 3.19 and 3.20, Clause 3, Article 113 of Circular No. 200/2014/TT-BTC regulating the items basic earnings per share and diluted earnings per share presented in the public financial statements of the joint-stock company is an independent business. For the parent company that is a joint-stock company, this item is only presented in the Consolidated Financial Statements, not on the separate financial statements of the parent company. These are the separate financial statements of the Parent Company and therefore do not present figures for these two indicators.

VII. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE STATEMENT OF CASH FLOWS (Unit: VND)

1. Proceeds from borrowings

•	Current year	Previous year
Proceeds from borrowing under normal contracts	÷	42,646,463,927
Cộng	-	42,646,463,927

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

Current year	Previous year
61,944,423,952	47,041,005,740
61,944,423,952	47,041,005,740
	61,944,423,952

1. Information about related parties

Related parties

	Relationship
committee of Danang City	Investor
Mien Trung Investment Joint Stock Company	Investor
ater Supply Sewerage Construction Co., Ltd	Subsidiary
nsactions with related parties	

4,257,129,378 59,201,168,900 - 6,629,212,470	9,237,405,509 76,613,277,400 837,000,000 33,028,632,863
59,201,168,900 -	76,613,277,400 837,000,000
59,201,168,900 -	76,613,277,400 837,000,000
- 6,629,212,470	837,000,000
6,629,212,470	
6,098,000,000	16,098,000,000
4,487,464,800	44,630,836,800
30 17 19 17 17 17 17 17 17 17 17 17 17 17 17 17	
(23, 271, 254)	6,576,520,796
-	339,038,149
4	(23,271,254) -

Related parties	Dec 31, 2024	Jan 01, 2024
People's Committee of Danang City		
- Property handed over from the budget	80,092,123,622	89,698,099,864
- Raw water cost difference	3,405,703,502	7,389,960,356
- Capital payable for Budget (*)	96,588,446,164	112,686,446,164
- Payable for the use of clean water infrastructure	46,629,212,470	23,422,656,621
Danang Water Supply Sewerage Construction Co., Ltd		, ,
- Trade payables	3,424,691,672	3,450,449,643

(*) As per the People's Committee of Da Nang City's Decision No. 8449/QD-UBND dated November 11, 2015, the Da Nang Water Supply Joint Stock Company is required to reimburse the state budget a portion of the capital invested in the assets of Da Nang Water Supply Company Limited. The total sum that needs to be paid is 241,470,446,164 VND, and the company will pay that amount in 15 years, or by December 2030, in installments. The Company will pay in four installments per year, totaling 4,024,500,000 VND for each installment.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

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

No	Board of Management	Position	From J	31, 2024	
			Salary	Remuneration	Total
1	Ho Huong	Chairman of BOD	777,600,000	-	777,600,000
2	Dang Thanh Binh	Member of the BOD		100,800,000	100,800,000
3	Nguyen Truong Anh	Member of the BOD	-	100,800,000	100,800,000
4	Nguyen Thi Thu Ha	Head of Supervisory Board	648,000,000	_	648,000,000
5	Pham Thi Que Chi	Member of the BOS	453,600,000		453,600,000
6	Thai Quoc Khanh	Member of the BOS	-	79,200,000	79,200,000
7	Ho Minh Nam	General Manager	734,400,000	_	734,400,000
8	Le Duc Quy	Vice General Manager	691,200,000	-	691,200,000
9	Tran Phuoc Thuong	Vice General Manager	648,000,000		648,000,000
10	Phan Thinh	Chief Accountant	648,000,000	~	648,000,000
	Total		4,600,800,000	280,800,000	4,881,600,000
No	Board of Management	Position -	From Ja	n 1, 2023 to Dec 3	31, 2023
	77. 77		Salary	Remuneration	Total
1	Ho Huong	Chairman of BOD	927,936,000		927,936,000
2	Dang Thanh Binh	Member of the BOD	-	100,800,000	100,800,000
3	Nguyen Truong Anh	Member of the BOD	-	100,800,000	100,800,000
4	Nguyen Thi Thu Ha	Head of Supervisory Board	773,280,000	S E	773,280,000
5	Pham Thi Que Chi	Member of the BOS	541,296,000		541,296,000
6	Thai Quoc Khanh	Member of the BOS	-0	79,200,000	79,200,000
7	Ho Minh Nam	General Manager	876,384,000		876,384,000
8	Le Duc Quy	Vice General Manager	824,832,000	:=:	824,832,000
9	Tran Phuoc Thuong	Vice General Manager	773,280,000	-	773,280,000
10	Phan Thinh	Chief Accountant	773,280,000	E	773,280,000
	Total	_	5,490,288,000	280,800,000	5,771,088,000
Bo	nus of Management Bo	ard			
	£		Curr	ent year	Previous year
	of Management Board		496.6	536,223	432,112,500
viden	end 113,320,000			81,620,000	
tal				*- U 12	
			609,9	56,223	513,732,500

2. Retrospective adjustment

On June 25, 2024, the People's Committee of Da Nang City issued Official Dispatch No. 3415/UBND-STC to provide feedback on the proposal from the State Capital Representative at the Annual General Meeting of Shareholders of Da Nang Water Supply Joint Stock Company in 2024. In this dispatch, the People's Committee requested the Company to create a funding source to reimburse the cost of using the infrastructure assets for clean water supply, which were invested with state budget capital and are currently managed by the State. The Company has been utilizing these assets since June 2015 until December 31, 2023, with the reimbursement amount totaling VND 66,057,265,726 (allocated in 2023 and 2024). Based on this request, the Company has made a retrospective adjustment to the 2023 financial statements to reflect the corresponding rental cost for the assets as per the allocation value for 2023, as follows:

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

Retrospective adjustment of the balance sheet as of January 1, 2023:

No	Items	Code	31/12/2023 before adjustment	31/12/2023 after adjustment	Difference	Note
I	ASSETS		19,881,255,405	22,143,271,358	2,262,015,953	
1	Taxes and other receivables from State	153	19,881,255,405	22,143,271,358	2,262,015,953	(3)
	budget					
II	RESOURCES		246,241,360,667	248,503,376,620	2,262,015,953	
1	Payables to employees	314	26,462,958,121	25,660,461,025	(802,497,096)	(2)
2	Other short-term payables	319	115,886,434,135	139,309,090,756	23,422,656,621	(1)
3	Undistributed profit after tax	421	103,891,968,411	83,533,824,839	(20,358,143,572)	(4)

Retrospective adjustment of the income statement for the year 2023:

No	Items	Code	31/12/2023 before adjustment	31/12/2023 after adjustment	Difference	Note
. 1	Costs of goods sold	11	340,762,434,178	364,185,090,799	23,422,656,621	(1)
2	General administration expenses	26	45,939,040,087	45,136,542,991	(802,497,096)	(2)
3	Total net profit before tax	50	173,608,804,343	150,988,644,818	(22,620,159,525)	(4)
4	Current corporate income tax expenses	51	17,707,166,260	15,445,150,307	(2,262,015,953)	(3)
5	Profits after corporate income tax	60	155,901,638,083	135,543,494,511	(20,358,143,572)	(4)

- (1) Increase in "Cost of Goods Sold" on the Income Statement for the year 2023 by VND 23,422,656,621 corresponding to the additional lease expense. At the same time, the 'Other current liabilities' item on the Balance Sheet as of December 31, 2023, also increased by the corresponding amount."
- (2) Decrease in "General administration expenses" on the Income Statement for the year 2023 by VND 802,497,096, due to the reduction in the Company's management wages fund, resulting from the decrease in profit according to adjustment (1). The 'Payables to employees' item on the Balance Sheet as of December 31, 2023, also decreased by the corresponding amount.
- (3) Decrease in 'Current Corporate Income Tax Expense' on the Income Statement for the year 2023 by VND 2,262,015,953 due to the effects of adjustments (1) and (2). At the same time, the "Taxes and other receivables from State budget" item on the Balance Sheet as of December 31, 2023, increased by the corresponding amount.
- (4) The "Total Net Profit Before Tax", "Profits after corporate income tax expenses" on the Income Statement for the year 2023, as well as the "Undistributed Profit After Tax" on the Balance Sheet as of December 31, 2023, have been restated to reflect the results of adjustments (1), (2), and (3).

3. Divisions Report

In accordance with VAS 28 and this Circular guiding this Standard, the Company should prepare a Divisions Report. Accordingly, a division is a distinctly identifiable part of the Company that may be involved in the provision of related products or services (business lines) or product or service provider in a specific economic environment (geographic areas), each of these sectors bears risks and derives different economic benefits from the others. The Board of Directors of the Company assess that the Company operates in the main business division, which is the production and trading of the water industry and in Da Nang City, Vietnam.

Address: No 57 Xo Viet Nghe Tinh Street, Hai Chau District, Da Nang City

For the fiscal year ended as of December 31, 2024

Notes to the financial statements (Cont'd)

4. Corresponding figures

Corresponding figures taken from the financial statements for the fiscal year end at of December 31, 2023 which were audited by Vietvalues.

5. Change of accounting estimate

During the year, the Board of General Managers revised the useful life of tangible fixed assets. The Board believes that applying the new depreciation period will more accurately reflect the asset's performance. If the previous depreciation period had been continued, the depreciation expense for the current year would have increased by VND 341,030,166.

6. 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.

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 (unconsolidated).

Da Nang, March 04, 2025

Preparer

00010106 General Manager

CÔNG TY CỐ PHẨN

CẤP NƯỚC

HO MINH NAM

PHAM HONG MINH

PHAN THINH

Chief Accountant