

# Consolidated Financial Statements

THAI NGUYEN WATER  
JOINT STOCK COMPANY

For the fiscal year ended 31 December 2024  
(Audited)

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## REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of Thai Nguyen Water Joint Stock Company ("the Company") presents its report and the Company's Consolidated Financial Statements for the fiscal year ended 31 December 2024.

### THE COMPANY

Thai Nguyen Water Joint Stock Company ("the Company") was converted from Thai Nguyen Water Single - Member Limited Liability Company under Decision No. 2691/QĐ-UBND dated 22 October 2009, issued by the People's Committee of Thai Nguyen Province, approving the equitization plan and conversion of the company into a joint stock company. The company was established under the first Business Registration Certificate No. 4600100109 dated on 25 December 2009, and the 7<sup>th</sup> amendment dated 14 February 2023, issued by the Department of Planning and Investment of Thai Nguyen Province.

The company's head office is located at Group 1, Trung Vuong Ward, Thai Nguyen City, Thai Nguyen Province.

### BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION

Members of the Board of Directors during the fiscal year and to the reporting date are:

Mr. Nguyen Quang Mai	Chairman
Mr. Nguyen Xuan Ngoc	Member
Mr. Nguyen Ba Quyet	Member
Mr. Nguyen Van Tien	Member
Mr Le Quang Hai	Member

Members of the Board of Management during the fiscal year and to the reporting date are:

Mr. Nguyen Xuan Hoc	General director	
Mr. Le Huy Phu	Deputy Director	
Mr. Nguyen Ba Quyet	Deputy Director	Resigned on 01/12/2024
Mr. Nguyen Van Tien	Deputy Director	
Mr. Nguyen Minh Phuong	Chief accountant	

Members of the Board of Supervision are:

Mr. Vu Khanh Lam	Head of the Board
Mrs. Hoang Thi Hue	Supervisor
Mrs. Nguyen Thi Mai	Supervisor

### LEGAL REPRESENTATIVE

The legal representative of the Company during the year and until the preparation of this Consolidated Financial Statements is Mr. Nguyen Quang Mai – Chairman of the Board of Director.

Mr. Nguyen Xuan Hoc - General Director was authorized by Mr. Nguyen Quang Mai to sign the Consolidated Financial Statements for the fiscal year ending on 31 December 2024, according to Authorization Letter No. 27/GUQ-CTCPNS dated 02 July 2021.

### AUDITORS

The auditors of AASC Auditing Firm Company Limited have taken the audit of Consolidated Financial Statements for the Company.



**STATEMENT OF THE BOARD OF MANAGEMENT' RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

The Board of Management is responsible for the Consolidated Financial Statements which give a true and fair view of the Consolidated Financial Position of the Company, its operating results and its cash flows for the year. In preparing those Consolidated Financial Statements, the Board of Management is required to:

- ▶ Establish and maintain an internal control system which is determined necessary by the Board of Management and Board of Management to ensure the preparation and presentation of Consolidated Financial Statements do not contain any material misstatement caused by errors or frauds;
- ▶ Select suitable accounting policies and then apply them consistently;
- ▶ Make judgments and estimates that are reasonable and prudent;
- ▶ State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Consolidated Financial Statements;
- ▶ Prepare the Consolidated Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Consolidated Financial Statements;
- ▶ Prepare the Consolidated Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of Management is responsible for ensuring that accounting records are kept to reflect the Consolidated Financial Position of the Company, with reasonable accuracy at any time and to ensure that the Consolidated Financial Statements comply with the current State's regulations. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Consolidated Financial Statements give a true and fair view of the financial position at 31 December 2024, its operation results and cash flows in the year 2024 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Consolidated Financial Statements.

**Other commitments**

The Board of Management pledges that the Company complies with Decree No.155/2020/ND-CP dated 31 December 2020 on detailing and guiding the implementation of a number of articles of the Law on Securities and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No.96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market and the Circular No.68/2024/TT-BTC dated 18 September 2024 issued by Ministry of Finance amending and supplementing some articles of the Circular No.96/2020/TT-BTC.

On behalf of the Board of Management



**Nguyen Xuan Hoc**  
General Director

(Authorized under Authorization Letter  
No. 27/GUQ-CTCPNS dated 02/07/2021)

Thai Nguyen, 29 March 2025



**INDEPENDENT AUDITORS' REPORT**

To: The shareholders, the Board of Directors and the Board of Management  
Thai Nguyen Water Joint Stock Company

We have audited the accompanying Consolidated Financial Statements of Thai Nguyen Water Joint Stock Company ("the Company") prepared on 29 March 2025, from pages 06 to 36 include Consolidated Statement of financial position as at 31 December 2024, Consolidated Statement of income, Consolidated Statement of cash flows and Notes to the Consolidated Financial Statements for the fiscal year ended 31 December 2024.

*Board of Management' Responsibility*

The Board of Management is responsible for the preparation and presentation of Consolidated Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Consolidated Financial Statements and for such internal control as directors determines is necessary to enable the preparation and presentation of Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with standards and ethical requirements; plan and perform the audit to obtain reasonable assurance about whether the Consolidated Financial Statements 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 procedures selected depend on the auditor's 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 auditor considers internal control relevant to the entity's preparation of Consolidated Financial statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Management, as well as evaluating the overall presentation of the Consolidated Financial statements.

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

*Basis for Qualified Opinion*

The Board of Directors' Resolution No. 59/NQ-HDQT dated November 9, 2022, and Resolution No. 18/NQ-HDQT dated August 1, 2023, regarding the divestment from the associate company expired on December 31, 2024 (Note 11). As of the audit date, the Company plans to continue this divestment in 2025. Consequently, we were unable to determine whether any adjustments to these amounts in the Consolidated Financial statements as at December 31, 2024 were necessary.

*Qualified Opinion*

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the Consolidated Financial Statements give a true and fair view, in all material respects, the Consolidated Financial Position of Thai Nguyen Water Joint Stock Company as at 31 December 2024, as well as its financial performance and cash flows for the financial year then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, and relevant legal regulations on the preparation and presentation of Consolidated Financial Statements.



*Emphasis of Matter*

We would like to draw the reader's attention to the following Notes:


- ▶ Note 01: As at 31 December 2024, the Company's current liabilities exceeded its current assets by VND 94,201,223,414, which is 2.16 times greater than its current assets. The accumulated losses amounted to VND 98,411,939,626, representing 61.51% of the owner's contributed capital. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the consolidated financial statements for the year ended 31 December 2024 have been prepared on a going concern basis.
- ▶ The Company is recognizing "Other Owner's Capital" (Note 18c), which corresponds to the portion of capital invested by the People's Committee of Thai Nguyen Province in the Company's fixed assets (Note 10a) under Conclusion No. 427/KT-TTr dated 18 July 2014, issued by the Inspectorate of the Ministry of Finance.
- ▶ At the 2020 General Meeting of Shareholders, the Company approved a resolution on the roadmap to increase charter capital related to the aforementioned state capital. However, the capital increase had to be suspended following Decision No. 908/QĐ-TTg of the Prime Minister dated 29 June 2020, which approved the list of state-owned enterprises subject to divestment by the end of 2020. The Company was included in the list of enterprises whose divestment was suspended until the end of 2020 for review and determination of a restructuring plan for divestment in the 2021-2025 period. As a result, the business performance of assets formed from this capital source (which had been previously disbursed) is being reassessed for final settlement with the relevant parties.
- ▶ Note 32: After equitization, the People's Committee of Thai Nguyen Province assigned the Company to manage and operate five water enterprises. Each year, based on the business performance of these enterprises, the People's Committee of Thai Nguyen Province issues decisions approving business results and settling the financial obligations for the state-assigned tasks. However, as the provincial government has yet to establish a resolution for this matter, the "Retained earnings" (and the Statement of Income) of the Company as at 31 December 2024, includes the accumulated losses of these five enterprises, amounting to VND 101,119,610,636 ( VND 93,946,514,389 as at 31 December 2023). Accordingly, this figure may be subject to adjustments based on the approval and finalization decisions of the People's Committee of Thai Nguyen Province. Currently, the Company is distributing dividends based on the after-tax profit of the equitized area, after excluding the accumulated losses of the five aforementioned water supply enterprises.
- ▶ Notes 09 and 10: The figures related to the "Fixed Assets" (Note 10) and "Construction in Progress" (Note 09) for the Thai Nguyen City Water Supply System Development Project in the Consolidated Financial Statements may change following inspections and audits in accordance with the State's regulations on the final settlement of completed construction investment projects.


Our qualified opinion is not modified in respect of this matter.

*Other Matter*

The Consolidated Financial Statements for the fiscal year ended 31 December 2023, of Thai Nguyen Water Joint Stock Company have been audited by the auditor and A&C Auditing and Consulting Co., Ltd. – Hanoi Branch. The auditor issued an unqualified opinion on these Consolidated Financial Statements as of 30 March 2024.

**AASC Auditing Firm Company Limited**

  
**Do Manh Cuong**  
Deputy General Director  
Registered Auditor  
No. 0744-2023-002-1

  
**Tran Quang Thang**  
Auditor  
Registered Auditor  
No. 5166-2025-002-1

Hanoi, 29 March 2025



**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 December 2024

Code	ASSETS	Note	31/12/2024 VND	01/01/2024 VND
<b>100</b>	<b>A. CURRENT ASSETS</b>		<b>81,083,729,467</b>	<b>77,552,617,386</b>
<b>110</b>	<b>I. Cash and cash equivalents</b>		<b>19,402,037,565</b>	<b>14,511,807,941</b>
111	1. Cash	3	19,402,037,565	14,511,807,941
<b>130</b>	<b>II. Short-term receivables</b>		<b>32,990,049,378</b>	<b>28,270,139,990</b>
131	1. Short-term trade receivables	4	26,968,652,625	25,867,528,391
132	2. Short-term advances to suppliers	5	3,481,508,959	1,872,454,667
136	3. Other short-term receivables	6	13,982,936,713	11,014,483,883
137	4. Provisions for short-term bad debts		(11,446,120,275)	(10,484,533,557)
139	5. Assets shortage awaiting resolution		3,071,356	206,606
<b>140</b>	<b>III. Inventories</b>	<b>7</b>	<b>14,727,455,470</b>	<b>13,267,267,002</b>
141	1. Inventories		16,827,459,676	15,415,308,770
149	2. Provision for obsolescence of inventories		(2,100,004,206)	(2,148,041,768)
<b>150</b>	<b>IV. Other current assets</b>		<b>13,964,187,054</b>	<b>21,503,402,453</b>
151	1. Short-term prepaid expenses	8	183,826,040	230,264,406
152	2. VAT deductibles		13,778,969,013	21,270,936,955
153	3. Taxes and other receivables from State budget	12	1,392,001	2,201,092
<b>200</b>	<b>B. NON-CURRENT ASSETS</b>		<b>747,239,441,928</b>	<b>785,529,288,515</b>
<b>220</b>	<b>I. Fixed assets</b>	<b>10</b>	<b>644,066,076,970</b>	<b>690,704,698,834</b>
221	1. Tangible fixed assets		643,017,096,234	689,436,721,302
222	- Cost		1,093,549,881,284	1,091,149,249,918
223	- Accumulated depreciation		(450,532,785,050)	(401,712,528,616)
227	2. Intangible fixed assets		1,048,980,736	1,267,977,532
228	- Cost		1,824,974,325	1,824,974,325
229	- Accumulated amortisation		(775,993,589)	(556,996,793)
<b>240</b>	<b>II. Long-term assets in progress</b>		<b>8,385,733,678</b>	<b>1,674,142,582</b>
242	1. Construction in progress	9	8,385,733,678	1,674,142,582
<b>250</b>	<b>III. Long-term investments</b>	<b>11</b>	<b>85,943,520,779</b>	<b>84,683,527,306</b>
252	1. Investments in joint-ventures, associates		85,943,520,779	84,683,527,306
<b>260</b>	<b>IV. Other non-current assets</b>		<b>8,844,110,501</b>	<b>8,466,919,793</b>
261	1. Long-term prepaid expenses	8	8,844,110,501	8,466,919,793
<b>270</b>	<b>TOTAL ASSETS</b>		<b>828,323,171,395</b>	<b>863,081,905,901</b>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 December 2024  
(Continued)

Code	RESOURCES	Note	31/12/2024	01/01/2024
			VND	VND
<b>300</b>	<b>C. LIABILITIES</b>		<b>625,466,168,054</b>	<b>645,885,518,690</b>
<b>310</b>	<b>I. Current liabilities</b>		<b>175,284,952,881</b>	<b>179,734,554,403</b>
311	1. Short-term trade payables	13	83,795,871,643	82,488,329,960
312	2. Short-term advances from customers	14	2,463,290,717	2,233,890,261
313	3. Taxes and other payables to State budget	12	618,338,428	1,175,348,197
314	4. Payables to employees		14,846,354,216	13,818,404,073
315	5. Short-term accrued expenses	15	6,426,817,099	7,796,406,404
319	6. Other short-term payables	16	30,833,392,211	33,409,027,199
320	7. Short-term loans and liabilities	17	33,961,365,052	36,647,460,207
322	8. Bonus and welfare funds		2,339,523,515	2,165,688,102
<b>330</b>	<b>II. Long-term liabilities</b>		<b>450,181,215,173</b>	<b>466,150,964,287</b>
338	1. Long-term loans and liabilities	17	449,581,215,173	465,550,964,287
341	2. Deferred tax payables		600,000,000	600,000,000
<b>400</b>	<b>D. EQUITY</b>		<b>202,857,003,341</b>	<b>217,196,387,211</b>
<b>410</b>	<b>I. Owners' equity</b>	<b>18</b>	<b>202,857,003,341</b>	<b>217,196,387,211</b>
411	1. Contributed charter capital		160,000,000,000	160,000,000,000
411a	- Ordinary shares with voting right		160,000,000,000	160,000,000,000
414	2. Other owner's equity		109,463,185,448	109,463,185,448
418	3. Investment and development fund		31,805,757,519	27,620,205,617
421	4. Retained earnings		(98,411,939,626)	(79,887,003,854)
421a	- Retained earnings accumulated to previous year		(93,838,843,529)	(73,679,141,790)
421b	- Losses of this year		(4,573,096,097)	(6,207,862,064)
<b>440</b>	<b>TOTAL RESOURCES</b>		<b>828,323,171,395</b>	<b>863,081,905,901</b>




Nguyen Thi Thanh Minh  
Preparer



Nguyen Minh Phuong  
Chief Accountant



  
Nguyen Xuan Hoc  
General Director

Thai Nguyen, 29 March 2025



**CONSOLIDATED STATEMENT OF INCOME**

Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Gross revenue from goods sold and services rendered	20	230,077,135,111	221,592,977,503
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		230,077,135,111	221,592,977,503
11	4. Cost of goods sold and services rendered	21	136,925,085,040	130,441,686,967
20	5. Gross profit from goods sold and services rendered		93,152,050,071	91,151,290,536
21	6. Financial income	22	40,600,589	70,558,951
22	7. Financial expenses	23	54,287,532,699	49,902,037,506
23	<i>In which: Interest expense</i>		34,740,042,781	37,532,395,934
24	Profit/(Loss) in associates/joint ventures		1,259,993,473	600,742,456
25	8. Selling expenses	24	20,671,444,347	20,314,672,838
26	9. General administrative expenses	25	23,909,156,796	25,031,551,226
30	10. Operating profit		(4,415,489,709)	(3,425,669,627)
31	11. Other income		382,419,614	86,504,629
32	12. Other expenses		321,583,672	30,933,988
40	13. Other profit		60,835,942	55,570,641
50	14. Accounting profit before tax		(4,354,653,767)	(3,370,098,986)
51	15. Corporate income tax - current	26	218,442,330	2,725,276,264
52	16. Corporate income tax - deferred		-	112,486,814
60	17. Net profit after tax		(4,573,096,097)	(6,207,862,064)
70	18. EPS	27	(286)	(388)



Nguyen Thi Thanh Minh  
Preparer



Nguyen Minh Phuong  
Chief Accountant




  
Nguyen Xuan Hoc  
General Director

Thai Nguyen, 29 March 2025


**CONSOLIDATED STATEMENT OF CASH FLOWS**

Year 2024  
(Indirect method)

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	<b>1. Loss before tax</b>		<b>(4,354,653,767)</b>	<b>(3,370,098,986)</b>
	<b>2. Adjustments for:</b>			
02	Depreciation and amortization		49,002,837,430	49,095,340,485
03	Provisions		913,549,156	2,302,272,078
04	Losses on exchange differences at the year-end		18,950,914,493	11,754,060,989
05	(Gains) from investment activities		(1,300,783,929)	(79,639,800)
06	Interest expense		34,740,042,781	37,532,395,934
08	<b>3. Profit from operating activities before changes in working capital</b>		<b>97,951,906,164</b>	<b>97,234,330,700</b>
09	Decrease in receivables		1,662,780,927	24,828,105,665
10	(Increase) in inventories		(1,412,150,906)	(130,797,745)
11	Increase/(Decrease) in payables (excluding interest payables/CIT payables)		1,374,526,707	(18,714,839,099)
12	(Increase) in prepaid expenses		(330,752,342)	(1,386,898,945)
14	Interest paid		(34,842,095,494)	(34,199,145,785)
15	Corporate income tax paid		(704,235,081)	(5,748,433,024)
16	Other receipts from operating activities		-	257,875,000
17	Other payments on operating activities		(436,036,560)	(313,680,210)
20	<b>Net cash inflow from operating activities</b>		<b>63,263,943,415</b>	<b>61,826,516,557</b>
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	1. Purchase of fixed assets and other long-term assets		(11,091,170,060)	(5,679,420,528)
22	2. Proceeds from disposals of fixed assets and long-term assets		189,867	79,639,800
27	3. Interest, dividends and profit received		40,600,589	-
30	<b>Net cash outflow from investing activities</b>		<b>(11,050,379,604)</b>	<b>(5,599,780,728)</b>
	<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
33	1. Proceeds from borrowings		1,386,650,000	13,165,237,078
34	2. Repayment of borrowings		(39,589,984,187)	(64,958,593,585)
36	3. Dividends paid		(9,120,000,000)	(4,592,000,000)
40	<b>Net cash outflow from financing activities</b>		<b>(47,323,334,187)</b>	<b>(56,385,356,507)</b>
50	<b>Net cash flows in the year</b>		<b>4,890,229,624</b>	<b>(158,620,678)</b>
60	Cash and cash equivalents at beginning	3	14,511,807,941	14,670,428,619
70	Cash and equivalents at the year-end	3	19,402,037,565	14,511,807,941

  
Nguyen Thi Thanh Minh  
Preparer

  
Nguyen Minh Phuong  
Chief Accountant

  
Nguyen Xuan Hoc  
General Director

Thai Nguyen, 29 March 2025



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

Year 2024

**1. GENERAL INFORMATION**

**Form of ownership**

Thai Nguyen Water Joint Stock Company ("the Company") was converted from Thai Nguyen Water Trading Single-Member Limited Liability Company under Decision No. 2691/QĐ-UBND dated 22 October 2009, regarding the approval of the equitization plan and transformation of Thai Nguyen Water Trading Single-Member Limited Liability Company into a joint-stock company by the People's Committee of Thai Nguyen Province. The company was established and operates under Business Registration Certificate No. 4600100109, initially registered on 25 December 2009, and amended for the 7th time on 14 February 2023, issued by Thai Nguyen Department of Planning and Investment.

The company's head office is located at Group 1, Trung Vuong Ward, Thai Nguyen City, Thai Nguyen Province.

Charter capital at 31/12/2024 is VND 160,000,000,000, equivalent to 16,000,000 shares, the price per share is VND 10,000.

The number of employees as at 31/12/2024 is 460 employees (as at 01/01/2024: 461 employees).

**Business field**

The company's main business activities the production and distribution of clean water.

**Business activities**

Main business activities of the Company include water extraction, treatment, and supply.

**The company's operation in the year that affects the Consolidated Financial Statements:**

During the year, the Company operated under the clean water pricing policy as prescribed in Decision No. 2880/QĐ-UBND dated 18 November 2022, issued by the People's Committee of Thai Nguyen Province, approving the pricing plan for clean water and domestic water supply of Thai Nguyen Water Joint Stock Company. According to this policy, the selling prices in district areas were lower than production costs, while low consumption levels led to underutilization of the Company's production capacity. Furthermore, the sharp increase in the USD exchange rate at year-end compared to the beginning of the year resulted in an exchange rate loss of VND 18,950,914,493, recorded under financial expenses. Consequently, the Company reported a net loss after tax of VND 4,573,096,097 for the year. Of this, equitized areas posted a net profit after tax of VND 2,723,996,810 (previous year: VND 291,085,337), whereas district areas assigned by the Provincial People's Committee (including Trai Cau, Dai Tu, Vo Nhai, Phu Luong, and Diem Thuy Water Supply Units) recorded a combined net loss after tax of VND 7,297,092,907 (previous year: VND 6,498,947,401).

*Going Concern Assumption*

As at 31/12/2024, the Company's current liabilities exceeded its current assets by VND 94,201,223,414 which is 2.16 times the total current assets, the accumulated losses amounted to VND 98,411,939,626, equivalent to 61.51% of the owner's contributed capital. These figures show the existence of material uncertainty that may cast significant doubt on the Company's going concern.

However, the Separate Financial Statements for the year ended 31 December 2024, have been prepared on a going concern basis, as the water treatment plant under the "Development of Thai Nguyen City Water Supply System" project, which became operational in 2023, has generated improved revenue for the Company, enabling it to meet its short-term financial obligations.



### Corporate Structure

The Group's subsidiaries consolidated in Consolidated Financial Statements as at 31 December 2024 include:

Name of Company	Proportion of ownership	Proportion of voting rights	Address	Principal activities
Thai Nguyen Construction Company Limited	100%	100%	Group 1, Trung Vuong Ward, Thai Nguyen City, Thai Nguyen Province	Construction of other civil engineering works (industrial, irrigation, and technical infrastructure projects)
Friend Company Limited	100%	100%	Group 1, Trung Vuong Ward, Thai Nguyen City, Thai Nguyen Province	Production of non-alcoholic beverages and mineral water

The Company has an associate accounted for using the equity method in the Consolidated Financial Statements as of 31 December 2024 include:

Name of Company	Proportion of ownership	Proportion of voting rights	Address	Principal activities
Doinco Vietnam Joint Stock Company	35.91%	35.91%	No. 15, Alley 155/74/20, Truong Chinh Street, Thanh Xuan District, Hanoi City	Electricity production and long-term financial investment

## 2. ACCOUNTING SYSTEM AND ACCOUNTING POLICY

### 2.1 Accounting period and accounting currency

The annual accounting period commences from the 1st January and ends as at the 31st December. The Company maintains its functional currency in Vietnam Dong ("VND").

### 2.2 Standards and Applicable Accounting Policies

#### *Applicable Accounting Policies*

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC and the Circular No. 202/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance guiding the preparation and presentation of Consolidated Financial Statements.

#### *Declaration of compliance with Accounting Standards and Accounting System*

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of



each standard and supplementary document as well as with current Accounting Standards and Accounting Systems.

### **2.3 Basis for preparation of the Consolidated Financial Statements**

Consolidated Financial Statements are prepared based on consolidating Separate Financial Statements of the Company and Financial Statements of its subsidiaries under its control as at 31 December annually.

Control right is achieved when the company has power to govern the financial and operating policies of invested companies to obtain benefits from their activities.

Consistent accounting policies are applied in Financial Statements of subsidiaries and the Company. If necessary, adjustments are made to the Financial Statements of subsidiaries to ensure the consistency of application of accounting policies among the Company and its subsidiaries.

Balance, main incomes and expenses, including unrealized profits from intra-group transactions are eliminated in full from Consolidated financial statements.

### **2.4 Accounting estimates**

The preparation of Consolidated Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to Consolidated financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the Consolidated Financial Statements and the reported amounts of revenues and expenses during the accounting year.

The estimates and assumptions that have a material impact in the Consolidated Financial Statements include:

- ▶ Provision for bad debts;
- ▶ Provision for devaluation of inventory;
- ▶ Estimated useful life of fixed assets;
- ▶ Estimated allocation of prepaid expenses
- ▶ Classification and provision of financial investments
- ▶ Estimated income tax;

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company's Consolidated Financial Statements and that are assessed by the Board of Management to be reasonable under the circumstances.

### **2.5 Foreign currency transactions**

Foreign currency transactions during the year are translated into Vietnam Dong using the actual rate at transaction date.

Actual exchange rate when revaluing monetary items denominated in foreign currencies at the reporting date of Consolidated Financial Statements is determined under the following principles:

- ▶ For asset accounts, applying the bid rate of the commercial bank where the Company regularly conducts transaction;
- ▶ For liability accounts, applying the offer rate of the commercial bank where the Company regularly conducts transactions.

All exchange differences arising as a result of transactions or revaluation at the balance sheet date shall be recorded into the financial income or expense in the year.



## **2.6 Cash**

Cash comprises cash on hand and cash in bank.

## **2.7 Financial investments**

In the consolidated financial statements, the investment in associates is accounted for using the equity method. Under the equity method, the investment is initially recognized on the consolidated balance sheet at cost and is subsequently adjusted to reflect the Company's share of changes in the net assets of the associate after the acquisition date. Goodwill arising from the investment in associates is included in the carrying amount of the investment. The Company does not amortize such goodwill but assesses annually whether there is any indication of impairment.

With respect to the adjustment of the carrying amount of the investment in associates from the acquisition date to the beginning of the reporting year, the Company has applied the following approach:

- For adjustments relating to the consolidated statement of profit or loss for prior years, the Company adjusted retained earnings based on the cumulative net adjustment as of the beginning of the reporting year.
- For adjustments arising from asset revaluation differences and foreign exchange differences that were previously recognized in the balance sheet of prior years, the Company made corresponding adjustments to the relevant line items on the balance sheet based on the cumulative net adjustment amounts.

For adjustments to the carrying amount of investments in associates arising during the year, the Company excluded the portion of preferred dividends attributable to other shareholders (if preferred shares are classified as equity), the projected appropriation to bonus and welfare funds of the associate, and unrealized profits related to transactions where the associate contributed capital or sold assets to the Company, before determining the Company's share of the associate's profit or loss for the year. The investment value was then adjusted to reflect the Company's share of the associate's profit or loss and was recognized directly in the consolidated statement of profit or loss.

The financial statements of associates are prepared for the same reporting year as the Company's consolidated financial statements and use accounting policies consistent with those of the Company. Appropriate adjustments have been made where necessary to ensure consistency in accounting policies.

## **2.8 Receivables**

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. The receivables shall be classified into short-term receivables or long-term receivables on the Consolidated Financial Statements according to their remaining terms at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimating the possible losses.

## **2.9 Inventories**

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.



Net realizable value is estimated based on the selling price of the inventory minus the estimated costs for completing the products and the estimated costs needed for their consumption.

The cost of inventory is calculated using weighted average Method.

Inventory is recorded by perpetual method.

Provision for devaluation of inventories made at the end of the period is based on the excess of original cost of inventory over their net realizable value.

## 2.10 Fixed assets

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount.

### *Subsequent measurement after initial recognition*

If these costs augment future economic benefits obtained from the use of tangible fixed assets are extended to their initial standards conditions, these costs are capitalized as an incremental in their historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the Statement of Income in the year in which the costs are incurred.

Fixed assets are depreciated using the straight-line method over their estimated useful life as follows:

▶ Buildings, structures	08-50 years
▶ Machinery, equipment	05-30 years
▶ Vehicles, Transportation equipment	10-30 years
▶ Management tools and equipment	05-08 years
▶ Other tangible fixed assets	05-06 years
▶ Computer software	05-08 years

## 2.11 Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs.

## 2.12 Operating lease

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to the income statement on a straight-line basis over the period of the lease.

## 2.13 Prepaid expenses

The expenses incurred but related to operating results of several accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria.



Types of prepaid expenses include:

- ▶ Tools and supplies include assets which are possessed by the Company in an ordinary course of business, with historical cost of each asset less than 30 million dong and therefore not eligible for recording as fixed assets under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis from 01 to 03 years.
- ▶ Water meters that have been put into use are amortized using the straight-line method over a five-year period, in accordance with the pricing plan approved by the People's Committee of the province.
- ▶ One-time major fixed asset repair costs are allocated to expenses using the straight-line method over a three-year period.

#### **2.14 Payables**

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. The payables shall be classified into short-term payables or long-term payables on the Consolidated Financial Statements according to their remaining terms at the reporting date.

#### **2.15 Borrowings**

Borrowings and finance lease liabilities shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings. In case of borrowings or liabilities denominated in foreign currency, they shall be recorded in details in terms of types of currency.

#### **2.16 Borrowing costs**

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

#### **2.17 Accrued expenses**

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting period, but the payments for such goods or services have not been made and other payables such as annual leave salary, expenses arising from seasonal cessation of production, interest expenses, accrued expenses to estimate the cost of goods sold estate, etc. which are recorded as operating expenses of the reporting year.

The recording of accrued expenses as operating expenses during the year shall be carried out under the matching principle between revenues and expenses during the year. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

#### **2.18 Owner's equity**

Owner's equity is stated as actually contributed capital of owners.

Other capital under Owner's equity is recognized based on the transferred amount of district-level water supply enterprises and the state budget funding to allocate for project implementation.

Retained earnings after tax are used to present the Company's operating results (profit, loss) after corporate income tax and profits appropriation or loss handling of the Company.

Dividends payable to shareholders are recognized as a liability in the Consolidated Statement of Financial Position after the Board of Directors announces the dividend payment and the Vietnam Securities Depository and Clearing Corporation confirms the record date for dividend entitlement.



## **2.19 Revenue**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns.

The following specific recognition conditions must also be met when recognizing revenue:

### *Revenue from providing goods*

- ▶ The majority of risks and benefits associated with the right to own the products or goods have been transferred to the buyer;
- ▶ The company no longer holds the right to manage the goods as the goods owner, or the right to control the goods.

### *Revenue from rendering services*

- ▶ The percentage of completion of the transaction at the Balance sheet date can be measured reliably.

### *Financial income*

Financial incomes include income from dividends and other financial gains by the company shall be recognised when the two conditions are satisfied:

- ▶ It is probable that the economic benefits associated with the transaction;
- ▶ The amount of the revenue can be measured reliably.

## **2.20 Cost of goods sold and services rendered**

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, labour cost and fixed manufacturing overheads not allocated to the value of inventory, provision for devaluation of inventory, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the year even when products and goods have not been determined as sold.

## **2.21 Financial expenses**

Items recorded into financial expenses comprise borrowing costs and losses due to exchange rate fluctuations arising from foreign currency transactions.

These expenses are recognized at their total amount incurred during the year, without offsetting against financial income.

## **2.22 Corporate income tax**

### *Current corporate income tax expenses*

Current corporate income tax expenses are determined based on taxable income during the period and current corporate income tax rate.

### *Current corporate income tax rate*

The Company applies the corporate income tax rate of 20% for the operating activities which has taxable income for the fiscal year ended as at 31 December 2024.

### 2.23 Related Parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- ▶ Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- ▶ Individuals who, directly or indirectly, hold the Company's voting rights and have significant influence over the Company, key management personnel, and close family members of these individuals;
- ▶ Enterprises in which the aforementioned individuals directly or indirectly hold a significant portion of voting rights or have significant influence over these enterprises.

In considering each related party relationship for the preparation and presentation of the Consolidated Financial Statements, the Company focuses on the substance of the relationship rather than its legal form.

### 2.24 Segment information

Since during the year the Company operated solely in the production and distribution of clean water, and all business transactions were conducted entirely within Vietnam, the Company does not prepare segment reports by business sector or geographical area.

### 3. Cash

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
Cash on hand	1,104,769,017	2,643,024,379
Cash in bank	18,297,268,548	11,868,783,562
	<u>19,402,037,565</u>	<u>14,511,807,941</u>



4. Short-term trade receivables

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>Other</b>				
Receivables from supplying clean water	14,151,810,192	-	12,183,633,485	-
Receivables from construction activities	12,816,842,433	(10,365,334,986)	13,683,894,906	(10,484,533,557)
HA NOI EAST ASIA INTERNATIONAL JSC	2,553,471,944	(1,927,808,864)	2,553,471,944	(1,510,700,144)
VIETNAM ROAD BRIDGE CONSTRUCTION CONSULTING JSC	2,226,459,000	(2,226,459,000)	2,226,459,000	(2,226,459,000)
Thai Nguyen Center for Rural Water Supply and Environmental Sanitation	1,604,836,444	(1,199,781,467)	1,714,300,581	(907,854,742)
Phu Luong District Project Management Board	1,387,605,000	(1,387,605,000)	1,387,605,000	(1,387,605,000)
Thai Nguyen City Land Development Center	1,515,577,218	(1,262,314,218)	1,515,577,218	(1,515,577,218)
Other customers	3,528,892,827	(2,361,366,437)	4,286,481,163	(2,936,337,453)
	<b>26,968,652,625</b>	<b>(10,365,334,986)</b>	<b>25,867,528,391</b>	<b>(10,484,533,557)</b>

5. Short-term advances to suppliers

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>Others</b>				
Thai Duong Construction and Trading Joint Stock Company	1,852,851,600	-	-	-
Ha Thanh Trading and Construction Co., Ltd.	408,445,089	(408,445,089)	408,445,089	-
Hung Long Construction Consulting Co., Ltd.	350,000,000	(350,000,000)	350,000,000	-
Jicaroom Architecture and Construction Joint Stock Company	201,810,000	-	201,810,000	-
Others	668,402,270	(322,340,200)	912,199,578	-
	<b>3,481,508,959</b>	<b>(1,080,785,289)</b>	<b>1,872,454,667</b>	<b>-</b>

6. Other short-term receivables

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a1) Details by content</b>				
Advances	8,067,736,952	-	5,240,563,358	-
Deposits and guarantees	243,496,165	-	243,496,165	-
Insurance receivables	236,087,811	-	217,421,471	-
Financial support for pipeline relocation (*)	3,757,515,421	-	3,757,515,421	-
Other receivables	1,678,100,364	-	1,555,487,468	-
	<b>13,982,936,713</b>	<b>-</b>	<b>11,014,483,883</b>	<b>-</b>
<b>a2) Detail by object</b>				
Song Cong Clean Water Enterprise	3,299,365,000	-	1,926,865,000	-
People's Committee of Thai Nguyen Province (*)	3,757,515,421	-	3,757,515,421	-
Others	6,926,056,292	-	5,330,103,462	-
	<b>13,982,936,713</b>	<b>-</b>	<b>11,014,483,883</b>	<b>-</b>
<b>b) In which: Other receivables from related parties</b>				
People's Committee of Thai Nguyen Province (*)	3,757,515,421	-	3,757,515,421	-
	<b>3,757,515,421</b>	<b>-</b>	<b>3,757,515,421</b>	<b>-</b>

(\*) The labor costs incurred for supporting the relocation of clean water supply pipelines to facilitate site clearance for intersections 12 and 16 of the Hanoi – Thai Nguyen New National Highway 3 construction project were approved by the People's Committee of Thai Nguyen Province under Decision No. 3616/QĐ-UBND dated 17/11/2020. This funding will be deducted from the asset value that Thai Nguyen Water Joint Stock Company owes the State during the equitization process (Note 16).



**7. Inventories**

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Raw material	15,347,424,755	(2,009,592,675)	13,748,722,737	(2,057,630,237)
Tools, supplies	855,086,636	(89,500,000)	1,221,340,748	(89,500,000)
Work in progress (*)	609,660,958	-	373,164,722	-
Finished goods	15,287,327	(911,531)	72,080,563	(911,531)
	<b>16,827,459,676</b>	<b>(2,100,004,206)</b>	<b>15,415,308,770</b>	<b>(2,148,041,768)</b>

(\*) Including VND 316,839,448 representing the construction costs for the installation of the extended Thang Loi water supply pipeline in Song Cong City. The project has completed consultancy, design, and construction supervision, and is currently pending approval for the adjusted cost estimates and design.

8. Accrued expenses

	31/12/2024	01/01/2024
	VND	VND
<b>Short-term</b>		
Production instruments and tools	181,426,040	41,035,835
Others	2,400,000	189,228,571
	<b>183,826,040</b>	<b>230,264,406</b>
<b>Long-term</b>		
Production instruments and tools	207,582,781	365,424,110
Office tools and supplies	63,620,926	109,945,145
Water meter	7,490,771,291	6,216,863,116
Repair costs	885,679,171	1,599,185,377
Others	196,456,332	175,502,045
	<b>8,844,110,501</b>	<b>8,466,919,793</b>

9. Construction in progress

	31/12/2024	01/01/2024
	VND	VND
Construction in progress	8,314,346,243	1,611,700,505
<i>Developing water supply system of Thai Nguyen city project (*)</i>	7,672,442,035	1,480,927,778
<i>Other projects</i>	641,904,208	130,772,727
Overhauls of fixed assets	71,387,435	62,442,077
	<b>8,385,733,678</b>	<b>1,674,142,582</b>

(\*) The accepted value of auxiliary items for the water plant project, funded by the Company's capital. A portion of the project has been temporarily recognized as an asset since 01 January 2022 (Note 10).



10. Fixed assets ("FA")

	Tangible fixed assets (FA)					Intangible FA	
	Buildings	Machinery and equipment	Vehicles equipment	Management equipment	Others	Total	Software
	VND	VND	VND	VND		VND	VND
<b>Historical cost</b>							
As at 01/01/2024	240,401,875,640	233,711,558,842	615,002,442,255	741,738,636	1,291,634,545	1,091,149,249,918	1,824,974,325
Purchase	-	649,740,000	-	-	-	649,740,000	-
Completed construction investment	-	-	3,022,242,038	-	-	3,022,242,038	-
Liquidating, disposal	-	-	(1,271,350,672)	-	-	(1,271,350,672)	-
<b>As at 31/12/2024</b>	<b>240,401,875,640</b>	<b>234,361,298,842</b>	<b>616,753,333,621</b>	<b>741,738,636</b>	<b>1,291,634,545</b>	<b>1,093,549,881,284</b>	<b>1,824,974,325</b>
<b>Accumulated depreciation</b>							
As at 01/01/2024	86,219,545,911	96,336,569,990	217,443,353,289	620,288,562	1,092,770,864	401,712,528,616	556,996,793
Depreciation	8,779,009,302	14,676,191,264	25,145,927,279	28,409,376	190,909,080	48,820,446,301	218,996,796
Liquidating, disposal	-	-	(189,867)	-	-	(189,867)	-
<b>As at 31/12/2024</b>	<b>94,998,555,213</b>	<b>111,012,761,254</b>	<b>242,589,090,701</b>	<b>648,697,938</b>	<b>1,283,679,944</b>	<b>450,532,785,050</b>	<b>775,993,589</b>
<b>Net carrying amount</b>							
As at 01/01/2024	154,182,329,729	137,374,988,852	397,559,088,966	121,450,074	198,863,681	689,436,721,302	1,267,977,532
<b>As at 31/12/2024</b>	<b>145,403,320,427</b>	<b>123,348,537,588</b>	<b>374,164,242,920</b>	<b>93,040,698</b>	<b>7,954,601</b>	<b>643,017,096,234</b>	<b>1,048,980,736</b>

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the year: VND 526,916,947,594 (Note 17);
- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 83,981,257,513;
- The original cost of fully amortized intangible fixed assets still in use at year-end: VND 253,000,000.

a) Tangible fixed assets include certain water infrastructure projects in various districts and some water infrastructure projects partially funded by the People's Committee of Thai Nguyen Province, for which the Company is the investor. The capital contribution from the People's Committee of Thai Nguyen Province is being accounted for as an increase in the Company's equity (Note 18c), in accordance with the Conclusion of Inspection No. 427KT-TTr dated 18 July 2014 issued by the Ministry of Finance Inspectorate.

b) The Company has recognized an increase in fixed assets related to the Thai Nguyen City Water Supply System Development Project based on a provisional original cost, calculated from the accumulated project costs as at 31 December 2022, amounting to VND 494,152,798,385. Depreciation has been recorded starting from 1 January 2023, while the final settlement approval has not yet been issued. The project value may be subject to adjustment upon the official settlement approval (Note 9).

11. Long-term financial investments

	31/12/2024			01/01/2024		
	Benefit ratio	Voting rights	Value by Equity method VND	Benefit ratio	Voting rights	Value by Equity method VND
Doinco Vietnam Joint Stock Company (*)	35.91%	35.91%	85,943,520,779	35.91%	35.91%	84,683,527,306
			<b>85,943,520,779</b>			<b>84,683,527,306</b>

(\*) According to the Board of Directors' Resolution No. 59/NQ-HĐQT dated 09 November 2022, the Board of Directors approved the divestment of 100% of the Company's equity interest in Doinco Vietnam Joint Stock Company ("the associate") to recover capital for water supply projects. Subsequently, according to Resolution No. 18/NQ-HĐQT dated 01 August 2023, the Board of Directors decided to extend the divestment deadline to 31 December 2024. As of the reporting date, the Company is in the process of submitting a proposal to further extend the divestment timeline.

12. Tax and other receivables / payables to the State budget

	01/01/2024		Year 2024		31/12/2024	
	Receivables VND	Payables VND	Payables VND	Actual payment VND	Receivables VND	Payables VND
Value-added tax	809,091	129,365,668	418,244,305	474,224,747	-	72,576,135
Corporate income tax	-	699,235,081	218,442,330	704,235,081	-	213,442,330
Personal income tax	-	-	567,118,378	533,729,834	-	33,388,544
Natural resource tax (**)	774,656	113,824,790	941,317,820	987,507,760	774,656	67,634,850
Other taxes	475,300	-	558,221,000	558,221,000	475,300	-
Other payables (*)	142,045	232,922,658	6,609,603,596	6,611,229,685	142,045	231,296,569
	<b>2,201,092</b>	<b>1,175,348,197</b>	<b>9,312,947,429</b>	<b>9,869,148,107</b>	<b>1,392,001</b>	<b>618,338,428</b>

The Company's tax finalization will be subject to inspection by the tax authorities. Since the application of tax laws and regulations to various types of transactions may be interpreted in different ways, the taxes presented in the Consolidated Financial Statements may be subject to adjustments based on the decisions of the tax authorities.



(\*) The Company is required to pay natural resource tax for water extraction activities, with the taxable price and tax rate determined in accordance with Decision No. 36/2023/QĐ-UBND dated 21 December 2023, issued by the People's Committee of Thai Nguyen Province. Accordingly:

Type of extracted water	Taxable price	Tax rate
- Surface water	3.000 VND/m <sup>3</sup>	1%
- Groundwater	4.000 VND/m <sup>3</sup>	5%

**Non-Agricultural Land Use Tax:**

The Company is exempt from non-agricultural land use tax for the following land areas:

Land Location	Leased Area (m <sup>2</sup> )	Exempted Non-Agricultural Land Use Tax (VND)	Exemption Period	Decision No.
Leased land in Thai Nguyen City, Thai Nguyen Province	252,688.60	459,768,800	5 years (2022-2026)	582/QĐ-CCT dated 10/05/2022
Leased land in Dong Hy Commune, Trai Cau Town, Thai Nguyen Province	1,813.00	951,825	5 years (2022-2026)	224/QĐ-CCTKV dated 07/07/2022
Leased land in Vo Nhai District, Thai Nguyen Province	3,826.20	11,849,727	5 years (2022-2026)	225/QĐ-CCTKV dated 07/07/2022
Leased land in Dong Dat Commune and Du Town, Phu Luong District, Thai Nguyen Province	1,679.70	5,300,505	5 years (2022-2026)	689/QĐ-CCTKV dated 01/08/2022
Leased land in Chau Son Ward, Song Cong City, Thai Nguyen Province	19,956.90	77,529,785	5 years (2022-2026)	646/QĐ-CCTKV dated 01/08/2022
Leased land in Hung Son Town, Dai Tu District, Thai Nguyen Province	6,153.60	17,248,095	5 years (2022-2026)	647/QĐ-CCTKV dated 01/08/2022
Leased land in Hong Tien Commune, Pho Yen City, Thai Nguyen Province	3,558.40	17,246,630	5 years (2022-2026)	704/QĐ-CCTKV dated 20/10/2022

The leased land areas used for the construction of water treatment plants/stations in the respective districts/cities.

**13. Short – term trade payables**

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
<b>Others</b>		
Thai Nguyen Water Resource Exploitation One Member Limited Company	5,460,256,028	9,998,259,936
Joint venture of Vietnam Road Bridge Construction Consulting JSC - Vietnam Water, Sanitation and Environment JSC	16,600,574,851	16,600,574,851
Joint venture of Hai Duong Water Resource Construction - Minh Thong Company Limited - Pumps Europe JSC	20,088,225,881	16,297,322,044
Others	41,646,814,883	39,592,173,129
	<u><b>83,795,871,643</b></u>	<u><b>82,488,329,960</b></u>

**14. Short-term advances from customers**

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
<b>Others</b>		
Thang Loi Urban Area Investment One Member Limited Company (*)	566,000,000	566,000,000
DANKO Group Joint Stock Company (*)	498,000,000	501,404,577
Dung Tan Realty Investment Joint Stock Company (*)	362,500,000	362,500,000
Others	1,036,790,717	803,985,684
	<u><b>2,463,290,717</b></u>	<u><b>2,233,890,261</b></u>

(\*) The advance payment relates to the construction and installation of the extended Thang Loi water supply pipeline in Song Cong City (Note 07).

**15. Short-term accrued expenses**

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
Thai Nguyen diaster prevention fund	780,333,000	680,333,000
Accrued interest expenses	3,384,099,407	3,486,152,120
Provisional prepaid cost for project costing	1,282,828,631	3,038,835,105
Others	979,556,061	591,086,179
	<u><b>6,426,817,099</b></u>	<u><b>7,796,406,404</b></u>



**16. Other short-term payables**

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
Trade union fees	558,229,322	654,477,684
Insurances	2,090,153	1,624,064
Payable on equitization - Late payment interest (*)	16,524,362,362	16,790,359,018
Drainage service fee (**)	13,016,735,010	14,939,815,185
Others	731,975,364	1,022,751,248
	<u><b>30,833,392,211</b></u>	<u><b>33,409,027,199</b></u>
<b>In which, payables to related parties</b>		
Board of Directors	132,340,000	132,340,000
	<u><b>132,340,000</b></u>	<u><b>132,340,000</b></u>

(\*) Interest payable on late dividend payments for the period 2017 – 2022 to the State Capital Investment and Trading Corporation (SCIC).

(\*\*) Outstanding drainage service fees payable to the State Budget.

17. Borrowings

	01/01/2024	Year 2024		31/12/2024
	Outstanding balance VND	Increase VND	Decrease VND	Outstanding balance VND
<b>a) Short-term borrowings</b>				
<i>Short-term borrowings</i>	-	<b>1,386,650,000</b>	<b>1,386,650,000</b>	-
Personal borrowings	-	1,386,650,000	1,386,650,000	-
<i>Long term borrowings due</i>	<b>36,647,460,207</b>	<b>35,509,992,247</b>	<b>38,196,087,402</b>	<b>33,961,365,052</b>
Asian Development Bank	2,668,102,144	-	2,668,102,144	-
World Bank (i)	1,179,454,072	1,179,454,072	1,179,454,072	1,179,454,072
Vietnam Development Bank (ii)	31,176,452,169	32,693,469,204	32,628,221,686	31,241,699,687
Joint Stock Commercial Bank for Foreign Trade of Vietnam (iii)	1,623,451,822	1,637,068,971	1,720,309,500	1,540,211,293
	<b>36,647,460,207</b>	<b>36,896,642,247</b>	<b>39,582,737,402</b>	<b>33,961,365,052</b>
<b>b) Long-term borrowings</b>				
Asian Development Bank	2,668,102,144	-	2,668,102,144	-
World Bank (i)	7,666,451,483	-	1,179,454,072	6,486,997,411
Vietnam Development Bank (ii)	487,717,013,867	19,547,489,918	32,635,468,471	474,629,035,314
Joint Stock Commercial Bank for Foreign Trade of Vietnam (iii)	4,146,857,000	-	1,720,309,500	2,426,547,500
	<b>502,198,424,494</b>	<b>19,547,489,918</b>	<b>38,203,334,187</b>	<b>483,542,580,225</b>
Amount due for settlement within 12 months	<u>(36,647,460,207)</u>	<u>(36,896,642,247)</u>	<u>(39,582,737,402)</u>	<u>(33,961,365,052)</u>
<b>Amount due for settlement within 12 months</b>	<b><u>465,550,964,287</u></b>			<b><u>449,581,215,173</u></b>



Details of Loans:

Reference	Loan Amount	Currency	Balance as at 31/12/2024	Loan Term	Purpose	Collateral	Annual Interest Rate
Loan (i)							
- Re-lending Agreement No. 4028-VN with the Ministry of Finance dated 30/11/2009	20.050.719.239	VND	6.486.997.411	17 years (2013-2030)	Investment in the Water Supply Project for Dinh Ca Town (Vo Nhai District) and Du Town (Phu Luong District)	Assets formed from the project in the future	3%
Loan (ii)							
- ODA Loan Agreement No. 07/2013/HDODA-NHPTVN dated 19/03/2013	89.297.947.985	VND	63.033.845.635	25 years (2012-2036)	Payment of expenses for the Water Supply Project in Song Cong Town, Thai Nguyen Province	Assets formed from the project in the future	7,44%
- Supplementary Agreement No. 2961-VIE dated 09/07/2013	610.000	USD	3.698,40	25 years	Investment in the Water System Development Project in Thai Nguyen City	Assets formed from the project in the future	SOFR + 0.4%/year
- Supplementary Agreement No. 3251-VIE dated 20/01/2017	24.890.000	USD	16.105.071,89	25 years	Investment in the Vietnam Water Sector Development Project - Loan 3	Assets formed from the project in the future	SOFR + 0.5%/year
Loan (iii)							
- Contract No. 233/19/HĐTD/TN dated 14/11/2019	2.600.000.000	VND	886.336.207	120 months	Investment in a 140.76 kWp Grid-connected Solar Power System for Song Cong Water Plant	Assets formed from the project in the future	9,10%
- Contract No. 158/21/HĐTN/TN dated 28/06/2021	8.000.000.000	VND	1.540.211.293	60 months	Investment in the Water Pipeline Project for Song Cong II Area	Assets formed from the project in the future	According to each debt receipt agreement

18. Owner's equity

a) Changes in owner's equity

	Contributed capital VND	Other capital VND	Development and investment funds VND	Retained earning (*) VND	Total VND
As of 01/01/2023	160,000,000,000	109,205,310,448	27,620,205,617	(73,679,141,790)	223,146,374,275
Profit/(loss) for previous year	-	-	-	(6,207,862,064)	(6,207,862,064)
State Budget Allocated Funds for Song Cong Town Water Supply Project	-	257,875,000	-	-	257,875,000
<b>As of 01/01/2024</b>	<b>160,000,000,000</b>	<b>109,463,185,448</b>	<b>27,620,205,617</b>	<b>(79,887,003,854)</b>	<b>217,196,387,211</b>
Profit/(loss) for this year	-	-	-	(4,573,096,097)	(4,573,096,097)
Profit distribution	-	-	4,185,551,902	(13,951,839,675)	(9,766,287,773)
<b>As of 31/12/2024</b>	<b>160,000,000,000</b>	<b>109,463,185,448</b>	<b>31,805,757,519</b>	<b>(98,411,939,626)</b>	<b>202,857,003,341</b>

(\*) Includes the accumulated losses of Clean Water Enterprises assigned by the People's Committee of Thai Nguyen Province, amounting to VND 101,119,610,636 (Note 32).

The General Meeting of Shareholders' Resolution No. 26/NQ-DHDCD dated 28 June 2024, approved the Board of Directors' Proposal No. 23/TT-HDQT dated 10 May 2024, regarding the profit distribution plan, carrying forward the 2022 accumulated profit to 2023 for the payment of 2023 dividends as follows:

	Rate %	Amount VND
Post-tax business results of the equitized area	100	13,951,839,675
<i>In which: - Year 2022</i>		13,660,754,338
<i>- Year 2023</i>		291,085,337
Investment & Development Fund	30	4,185,551,902
Bonus Fund (1%) and Welfare Fund (3.6322%)	4.6322	646,287,773
Dividend Payment (equivalent to 570 VND per share)	65.3678	9,120,000,000



**b) Details of Contributed capital**

	31/12/2024	Rate	01/01/2024	Rate
	VND	%	VND	%
People's Committee of Thai Nguyen Province	67,632,000,000	42.27	67,632,000,000	42.27
Dong A International Group Joint Stock Company	65,600,000,000	41.00	65,600,000,000	41.00
Mr. Nguyen Quang Mai	16,075,460,000	10.05	16,075,460,000	10.05
Other shareholders	10,692,540,000	6.68	10,692,540,000	6.68
	<b>160,000,000,000</b>	<b>100.00</b>	<b>160,000,000,000</b>	<b>100.00</b>

**c) Other capital**

This represents the capital contribution of the People's Committee of Thai Nguyen Province, corresponding to a portion of the assets for which the Company is the investor (Note 10a), with details as follows:

	31/12/2024	01/01/2024
	VND	VND
Southern Pho Yen District Water Supply Project	9,942,336,640	9,942,336,640
Song Cong Town Water Supply Project	31,612,479,702	31,612,479,702
Tich Luong Water Plant Capacity Expansion Project	5,831,687,738	5,831,687,738
Du Phu Luong, Dinh Ca - Vo Nhai Project	4,596,769,520	4,596,769,520
Vo Nhai Clean Water Station Project	819,502,415	819,502,415
Diem Thuy Enterprise Project (JICA Funded)	20,454,000,000	20,454,000,000
Diem Thuy Enterprise Project (State Budget Funded)	6,884,396,670	6,884,396,670
Dai Tu Clean Water Enterprise Project	16,238,766,000	16,238,766,000
Trai Cau Clean Water Enterprise Project	7,252,547,400	7,252,547,400
Samsung Project	4,567,000,000	4,567,000,000
Assets Increased from the Development Investment Fund	282,986,363	282,986,363
HDPE 63 Pipeline Project for Residential Area No. 3, Tan Thinh Ward, Thai Nguyen City	980,713,000	980,713,000
	<b>109,463,185,448</b>	<b>109,463,185,448</b>

**d) Capital transactions with owners and distribution of dividends and profits**

	Year 2024	Year 2023
<b>Owner's contributed capital</b>		
- At the beginning of the year	160,000,000,000	160,000,000,000
- At the end of the year	160,000,000,000	160,000,000,000
<b>Distributed dividends and profit</b>		
- Dividend payable at the beginning of the year	-	-
- Dividend payable in the year	9,120,000,000	-
+ Dividend payable from last year's profit	9,120,000,000	-
- Dividend paid in cash in the year	(9,120,000,000)	-
+ Dividend paid from last year's profit	(9,120,000,000)	-
- Dividend payable at the end of the year	-	-

e) Share

	<u>31/12/2024</u>	<u>01/01/2024</u>
	Share	Share
Quantity of Authorized issuing shares	16,000,000	16,000,000
Quantity of issued shares	16,000,000	16,000,000
- <i>Common shares</i>	<i>16,000,000</i>	<i>16,000,000</i>
Quantity of outstanding shares in circulation	16,000,000	16,000,000
- <i>Common shares</i>	<i>16,000,000</i>	<i>16,000,000</i>

Par value of outstanding shares: 10,000 VND per share



19. Off-balance sheet items and operating commitments

Operating lease commitment:

The Company is exempt from land lease payments under investment incentives for the following leased land areas:

<u>Location of Land</u>	<u>Leased Area (m<sup>2</sup>)</u>	<u>Land Rent Exempted (VND)</u>	<u>Exemption Period</u>	<u>Decision Number</u>
Land in Thai Nguyen City, Thai Nguyen Province (Trung Vuong Ward, Tuc Duyen Ward, Tich Luong Ward)	2,881.30	441,876,150	45 years (from 01/2021 to 01/2066)	1780/QD-CTTNG dated 23/12/2020
Land in Phu Thuong, Vo Nhai District, Thai Nguyen Province	180,064.60	71,148,898,665	From 01/2021 to 06/2048	1781/QD-CTTNG dated 13/12/2020
Land in Phu Thuong, Vo Nhai District, Thai Nguyen Province	231.90	4,544,769	From 02/2022 to the end of 07/2042	193/QD-CTTNG dated 09/03/2022
Leased land in Hung Son Commune, Dai Tu District, Thai Nguyen Province	6,153.60	3,015,659,390	41 years 03 months from 01/10/2018 to 30/12/2059	1492/QD-CT dated 10/10/2018
Leased land in Trai Cau Commune, Dong Hy District, Thai Nguyen Province	1,813.00	36,729,210	20 years 7 months from 10/2018 to 04/2039	1669/QD-CT dated 30/10/2018
Leased land in Dinh Ca Commune, Vo Nhai District, Thai Nguyen Province	252.00	2,751,840	22 years 9 months from 11/2019 to 07/2042	1619/QD-CT dated 14/08/2019
Leased land in Dong Dat Commune, Phu Luong District, Thai Nguyen Province	1,679.70	319,809,204	24 years 11 months from 08/2018 to 06/2043	1367/QD-CT dated 13/09/2018
Leased land in Phuc Trieu Commune, Thai Nguyen City, Thai Nguyen Province	74,589.90	10,588,782,204	42 years 3 months from 06/2020 to 08/2062	805/QD-CT dated 17/06/2020
Leased land in Chau Son Ward, Song Cong City, Thai Nguyen Province	15,590.30	8,647,764,034	29 years 9 months from 01/2021 to 09/2050	1792/QD-CTTNG dated 24/12/2020
Leased land in Luong Chau Ward, Song Cong City, Thai Nguyen Province	4,366.60	406,748,790	19 years 2 months from 09/2019 to 10/2038	1850/QD-CT dated 20/09/2019
Leased land in Vo Nhai, Thai Nguyen Province	461.00	24,473,622	32 years from 10/2021 to 10/2053	1948/QD-CTTNG dated 02/11/2021
Leased land in Diem Thuy, Thai Nguyen Province	3,558.4	1,156,804,124	20 years 2 months from 10/2018 to 12/2038	1608/QD-CT dated 26/10/2018

**20. Net revenue from rendering of service**

	Year 2024	Year 2023
	VND	VND
Sales of finished goods	218,138,154,620	211,381,584,806
Sales of merchandises	10,035,867,736	7,956,139,505
Revenue from real estate business	32,016,800	133,034,400
Revenue from sales of purified water	1,547,860,089	1,539,448,417
Others	323,235,866	582,770,375
<b>Net revenues</b>	<b><u>230,077,135,111</u></b>	<b><u>221,592,977,503</u></b>

**21. Cost of goods sold and services rendered**

	Year 2024	Year 2023
	VND	VND
Cost of finished goods	127,951,984,187	122,661,549,114
Cost of merchandises	8,156,829,333	6,680,369,519
Cost of real estate business	9,040,160	77,738,157
Cost of sales of purified water	683,653,222	681,061,754
Others	171,615,700	265,026,603
Provision	(48,037,562)	75,941,820
	<b><u>136,925,085,040</u></b>	<b><u>130,441,686,967</u></b>

**22. Financial incomes**

	Year 2024	Year 2023
	VND	VND
Interest on savings	40,600,589	27,139,975
Gain on exchange difference in the year	-	43,418,976
	<b><u>40,600,589</u></b>	<b><u>70,558,951</u></b>

**23. Financial expenses**

	Year 2024	Year 2023
	VND	VND
Interest expense	34,740,042,781	37,532,395,934
Loss on exchange difference in the year	596,575,425	615,580,583
Loss on exchange difference at the year-end	18,950,914,493	11,754,060,989
	<b><u>54,287,532,699</u></b>	<b><u>49,902,037,506</u></b>



**24. Selling expenses**

	Year 2024	Year 2023
	VND	VND
Labor	13,477,296,979	14,066,587,813
Offices supplies	46,774,065	38,460,286
Depreciation and amortization	28,036,368	28,036,368
External services	-	4,552,065
Others by cash	7,119,336,935	6,177,036,306
	<b>20,671,444,347</b>	<b>20,314,672,838</b>

**25. General administrative expenses**

	Year 2024	Year 2023
	VND	VND
Labor	15,552,293,085	14,882,867,744
Material	80,867,283	129,137,463
Depreciation and amortization	525,995,586	716,516,616
Taxes, fees and charges	1,268,432,259	1,711,441,664
Provisions	961,586,718	2,226,330,258
External services	44,451,660	41,132,301
Others by cash	5,475,530,205	5,324,125,180
	<b>23,909,156,796</b>	<b>25,031,551,226</b>

**26. Current corporate income tax ("CIT")**

	Year 2024	Year 2023
	VND	VND
Current CIT expense at the parent company	210,969,708	2,703,637,969
Current CIT expense at Subsidiary	7,472,622	21,638,295
<b>Total current CIT expense</b>	<b>218,442,330</b>	<b>2,725,276,264</b>

**27. Earnings per share**

	Year 2024	Year 2023
	VND	VND
Profit after tax	(4,573,096,097)	(6,207,862,064)
Profit attributable to common shareholders	(4,573,096,097)	(6,207,862,064)
Average common shares outstanding during the year	16,000,000	16,000,000
<b>Earnings per share</b>	<b>(286)</b>	<b>(388)</b>

**28. Expenses by nature**

	Year 2024	Year 2023
	VND	VND
Raw materials	36,386,624,190	13,650,538,634
Labour expenses	74,917,064,335	35,490,960,024
Depreciation expenses	49,021,713,547	24,396,984,709
External services	1,378,521,517	73,863,592
Others	19,981,465,594	11,128,895,340
	<b>181,685,389,183</b>	<b>84,741,242,299</b>

**29. Subsequent events**

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Consolidated Financial Statements.

**30. Transactions and balances with related parties**

Income of the Board of Directors, Executive Board, and Supervisory Board is as follows:

	Năm 2024	Năm 2023
	VND	VND
<b>Income of Key Management Personnel</b>	<b>1,588,080,000</b>	<b>1,540,080,000</b>
Mr. Nguyen Quang Mai - Chairman of the Board of Directors	528,000,000	528,000,000
Mr. Nguyen Xuan Hoc - Member of the Board of Directors/Chief Executive Officer	115,200,000	115,200,000
Mr. Nguyen Ba Quyet - Member of the Board of Directors/Deputy Chief Executive Officer (Term ends on 01/12/2024)	115,200,000	115,200,000
Mr. Nguyen Van Tien - Member of the Board of Directors/Deputy Chief Executive Officer	115,200,000	115,200,000
Mr. Le Quang Hai - Member of the Board of Directors	115,200,000	67,200,000
Mr. Vu Khanh Lam - Head of the Supervisory Board	330,000,000	330,000,000
Ms. Hoang Thi Hue - Member of the Supervisory Board	84,480,000	84,480,000
Ms. Nguyen Thi Mai - Member of the Supervisory Board	184,800,000	184,800,000
<b>Salaries of Management Personnel (excluding remuneration of the Board of Directors)</b>	<b>2,560,011,488</b>	<b>2,167,504,767</b>
Mr. Nguyen Quang Mai - Chairman of the Board of Directors	7,200,000	11,200,000
Mr. Nguyen Xuan Hoc - Member of the Board of Directors/General Director	412,905,000	371,442,000
Mr. Nguyen Xuan Hoc - Member of the Board of Directors/Chief Executive Officer	322,296,000	291,565,000
Mr. Nguyen Van Tien - Member of the Board of Directors/Deputy Chief Executive	361,316,000	324,197,000
Mr. Le Quang Hai - Member of the Board of Directors	312,200,000	181,000,000
Mr. Vu Khanh Lam - Head of the Supervisory Board	7,200,000	8,200,000
Ms. Hoang Thi Hue - Member of the Supervisory Board	246,960,488	237,959,436
Ms. Nguyen Thi Mai - Member of the Supervisory Board	7,200,000	8,200,000
Mr. Le Huy Phu - Deputy Chief Executive Officer	479,534,000	357,041,331
Mr. Nguyen Minh Phuong - Chief Accountant	403,200,000	376,700,000
	<b>4,148,091,488</b>	<b>3,707,584,767</b>



In addition to the above related parties transactions, other related parties did not have any transactions during the period and have no balance at the end of the fiscal year with the Company.

### 31. Comparative figures

The comparative figures are presented in the Consolidated Financial Statements for the fiscal year ended 31 December 2023, which was audited by A&C Auditing and Consulting Co., Ltd. – Hanoi Branch.

### 32. Other information

According to Official Letter No. 2004/UBND-KTTH on the financial mechanism of Thai Nguyen Water Joint Stock Company, issued by the People's Committee of Thai Nguyen Province on 22 November 2010, the Company was instructed to independently monitor operations after receiving the handover. The Company is responsible for business operations, network expansion, cost-saving measures, and improving operational efficiency. In case of losses due to objective reasons, the Company must report to the relevant provincial departments and agencies, which will review the situation based on applicable policies and submit recommendations to the People's Committee of Thai Nguyen Province for resolution. Therefore, the Company Consolidatedly monitors the business performance of both the privatized sector and district-level enterprises, detailed as follows:

- ▶ Appendix 01: Business performance report of the privatized sector;
- ▶ Appendix 02: Business performance report of Trai Cau Clean Water Enterprise;
- ▶ Appendix 03: Business performance report of Dai Tu Clean Water Enterprise;
- ▶ Appendix 04: Business performance report of Vo Nhai Clean Water Enterprise;
- ▶ Appendix 05: Business performance report of Phu Luong Clean Water Station;
- ▶ Appendix 06: Business performance report of Diem Thuy Clean Water Enterprise;

According to Official Letter No. 14588/BTC-TCDN dated 02 December 2019, from the Ministry of Finance, the People's Committee of Thai Nguyen Province is required to consider a compensation policy or financial support from the local budget to cover the losses of the aforementioned Water Supply Enterprises. As of 31 December 2024, the accumulated losses of these enterprises amounted to VND 101,119,610,636 (with the beginning-of-year losses being VND 93,822,517,729). According to Official Letter No. 3220/UBND-KT dated 21 June 2024, from the People's Committee of Thai Nguyen Province, the Chairman of the People's Committee directed the Department of Construction to coordinate with relevant agencies to study and propose a plan for the assignment, management, and operation of assets related to the five enterprises by the Company. However, as of the date of issuance of this report, this matter has not been resolved.

### 33. Approval of the Consolidated Financial Statements

These Consolidated Financial Statements have been approved by the Company's Executive Board and authorized for issuance on 29 March 2025.



**Nguyen Thi Thanh Minh**  
Preparer



**Nguyen Minh Phuong**  
Chief Accountant



**Nguyen Xuan Hoc**  
General Director

Thai Nguyen, 29 March 2025

STATEMENT OF INCOME  
EQUITIZED AREA  
Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Gross revenue from goods sold and services rendered		224,184,104,411	213,925,844,107
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		224,184,104,411	213,925,844,107
11	4. Cost of goods sold and services rendered		126,359,579,348	118,995,459,906
20	5. Gross profit from goods sold and services rendered		97,824,525,063	94,930,384,201
21	6. Financial income		40,600,589	70,558,951
22	7. Financial expenses		54,059,941,391	49,644,904,233
23	<i>In which: Interest expense</i>		34,512,451,473	37,275,262,661
24	Profit/(Loss) in associates/joint ventures		1,259,993,473	600,742,456
25	8. Selling expenses		18,918,118,557	18,630,552,471
26	9. General administrative expenses		23,265,455,979	24,252,951,130
30	10. Operating profit		2,881,603,198	3,073,277,774
31	11. Other income		382,419,614	86,504,629
32	12. Other expenses		321,583,672	30,933,988
40	13. Other profit		60,835,942	55,570,641
50	14. Accounting profit before tax		2,942,439,140	3,128,848,415
51	15. Corporate income tax - current		218,442,330	2,725,276,264
52	16. Corporate income tax - deferred		-	112,486,814
60	17. Net profit after tax		2,723,996,810	291,085,337



STATEMENT OF INCOME  
TRAI CAU WATER ENTERPRISE  
Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Gross revenue from goods sold and services rendered		401,590,720	411,273,120
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		401,590,720	411,273,120
11	4. Cost of goods sold and services rendered		878,685,839	877,487,331
20	5. Gross profit from goods sold and services rendered		(477,095,119)	(466,214,211)
21	6. Financial income		-	-
22	7. Financial expenses		-	-
23	<i>In which: Interest expense</i>		-	-
25	8. Selling expenses		235,188,490	221,669,712
26	9. General administrative expenses		38,962,811	41,658,530
30	10. Operating profit		(751,246,420)	(729,542,453)
31	11. Other income		-	-
32	12. Other expenses		-	-
40	13. Other profit		-	-
50	14. Accounting profit before tax		(751,246,420)	(729,542,453)
51	15. Corporate income tax - current		-	-
52	16. Corporate income tax - deferred		-	-
60	17. Net profit after tax		<u>(751,246,420)</u>	<u>(729,542,453)</u>

**STATEMENT OF INCOME**  
**DAI TU WATER ENTERPRISE**  
 Year 2024

Code	ITEMS	Note	Year 2024	Year 2023
			VND	VND
01	1. Gross revenue from goods sold and services rendered		3,287,683,040	4,132,414,480
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		3,287,683,040	4,132,414,480
11	4. Cost of goods sold and services rendered		3,434,344,855	3,491,598,567
20	5. Gross profit from goods sold and services rendered		(146,661,815)	640,815,913
21	6. Financial income		-	-
22	7. Financial expenses		-	-
23	<i>In which: Interest expense</i>		-	-
25	8. Selling expenses		570,343,623	592,637,782
26	9. General administrative expenses		320,639,196	419,230,860
30	10. Operating profit		(1,037,644,634)	(371,052,729)
31	11. Other income		-	-
32	12. Other expenses		-	-
40	13. Other profit		-	-
50	14. Accounting profit before tax		(1,037,644,634)	(371,052,729)
51	15. Corporate income tax - current		-	-
52	16. Corporate income tax - deferred		-	-
60	17. Net profit after tax		(1,037,644,634)	(371,052,729)



**STATEMENT OF INCOME**  
**VO NHAI WATER ENTERPRISE**  
 Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Gross revenue from goods sold and services rendered		1,629,213,840	1,623,799,200
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		1,629,213,840	1,623,799,200
11	4. Cost of goods sold and services rendered		1,870,704,940	1,829,806,468
20	5. Gross profit from goods sold and services rendered		(241,491,100)	(206,007,268)
21	6. Financial income		-	-
22	7. Financial expenses		125,567,630	138,851,968
23	<i>In which: Interest expense</i>		125,567,630	138,851,968
25	8. Selling expenses		495,852,906	485,759,418
26	9. General administrative expenses		155,692,207	163,129,619
30	10. Operating profit		(1,018,603,843)	(993,748,273)
31	11. Other income		-	-
32	12. Other expenses		-	-
40	13. Other profit		-	-
50	14. Accounting profit before tax		(1,018,603,843)	(993,748,273)
51	15. Corporate income tax - current		-	-
52	16. Corporate income tax - deferred		-	-
60	17. Net profit after tax		<u>(1,018,603,843)</u>	<u>(993,748,273)</u>

**STATEMENT OF INCOME**  
**PHU LUONG WATER ENTERPRISE**  
Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Gross revenue from goods sold and services rendered		552,083,600	567,909,280
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		552,083,600	567,909,280
11	4. Cost of goods sold and services rendered		1,382,981,148	1,320,161,728
20	5. Gross profit from goods sold and services rendered		(830,897,548)	(752,252,448)
21	6. Financial income		-	-
22	7. Financial expenses		102,023,678	118,282,305
23	<i>In which: Interest expense</i>		102,023,678	118,282,305
25	8. Selling expenses		247,827,262	180,466,584
26	9. General administrative expenses		55,662,448	60,119,259
30	10. Operating profit		(1,236,410,936)	(1,111,120,596)
31	11. Other income		-	-
32	12. Other expenses		-	-
40	13. Other profit		-	-
50	14. Accounting profit before tax		(1,236,410,936)	(1,111,120,596)
51	15. Corporate income tax - current		-	-
52	16. Corporate income tax - deferred		-	-
60	17. Net profit after tax		<u>(1,236,410,936)</u>	<u>(1,111,120,596)</u>



STATEMENT OF INCOME  
DIEM THUY WATER ENTERPRISE  
Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Gross revenue from goods sold and services rendered		746,910,500	931,737,316
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		746,910,500	931,737,316
11	4. Cost of goods sold and services rendered		3,723,239,910	3,927,172,967
20	5. Gross profit from goods sold and services rendered		(2,976,329,410)	(2,995,435,651)
21	6. Financial income		-	-
22	7. Financial expenses		-	-
23	<i>In which: Interest expense</i>		-	-
25	8. Selling expenses		204,113,509	203,586,871
26	9. General administrative expenses		72,744,155	94,461,828
30	10. Operating profit		(3,253,187,074)	(3,293,484,350)
31	11. Other income		-	-
32	12. Other expenses		-	-
40	13. Other profit		-	-
50	14. Accounting profit before tax		(3,253,187,074)	(3,293,484,350)
51	15. Corporate income tax - current		-	-
52	16. Corporate income tax - deferred		-	-
60	17. Net profit after tax		(3,253,187,074)	(3,293,484,350)

