

COMBINED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2025

**PHU YEN WATER SUPPLY AND
SEWERAGE JOINT STOCK
COMPANY**



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PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Phu Yen Water Supply and Sewerage Joint Stock Company (hereinafter referred to as “the Company”) presents this statement together with the Combined Financial Statements for the fiscal year ended 31 December 2025.

Business highlights

The Company is an enterprise equitized from state-owned company - Phu Yen Water Supply and Sewerage One Member Limited Liability Company in line with Decision No. 69/KH - UBND dated 7 May 2014 of People’s Committee of Phu Yen Province. The Company has been operating in line with Business Registration Certificate No. 4400115690, for the first time on 15 March 2006 granted by Department of Planning and Investment of Phu Yen Province and the 11th amended one dated 23 July 2025 granted by Enterprise Management Division under management of Department of Finance of Dak Lak Province.

Head office

- Address : No. 05 Hai Duong Str., Tuy Hoa Ward, Dak Lak Province, Vietnam
- Tel : 0257.3823557

The Company’s affiliates are as follows:

Name of company	Address
Phu Yen Water Supply And Sewerage Joint Stock Company - Construction & Installation - Service Branch	No. 07 Hai Duong Str., Tuy Hoa Ward, Dak Lak Province, Vietnam
Phu Yen Water Supply And Sewerage Joint Stock Company - Water Supply Branch No.1	No. 229 Le Loi, Tuy Hoa Ward, Dak Lak Province, Vietnam
Phu Yen Water Supply And Sewerage Joint Stock Company - Water Supply Branch No.2	No. 33 Le Thanh Phuong, Song Cau Ward, Dak Lak Province, Vietnam
Phu Yen Water Supply And Sewerage Joint Stock Company - Water Supply Branch No. 3	No. 86 Ngo Quyen, Song Hinh Commune, Dak Lak Province, Vietnam

Principal activities of the Company are the extraction, treatment and distribution of clean water.

Board of Directors, Supervisory Board and Executive Board

Members of the Board of Management, the Supervisory Board and the Board of Directors of the Company during the year and as of the date of this Statement include:

The Board of Directors

Full name	Position	Re-appointing date
Mr. Nguyen Tan Thuan	Chairman	Re-appointed on 28 April 2025
Mr. Nguyen Phu Lieu	Member	Re-appointed on 28 April 2025
Mr. Dang Duc Hoang	Member	Re-appointed on 28 April 2025
Mr. Do Hoang Long	Member	Re-appointed on 28 April 2025
Mr. Ta Binh Nguyen	Member	Re-appointed on 28 April 2025

The Supervisory Board

Full name	Position	Re-appointing date
Mr. Do Minh Son	Chief of the Board	Re-appointed on 28 April 2025
Ms. Nguyen Thi Thu	Member	Re-appointed on 28 April 2025
Ms. Do Thi Kieu Trang	Member	Re-appointed on 28 April 2025

The Board of Management

Full name	Position	Re-appointing date
Mr. Do Hoang Long	General Director	Re-appointed on 12 May 2025
Mr. Nguyen Phu Lieu	Deputy General Director	Re-appointed on 12 May 2025
Mr. Nguyen Tan Thuan	Deputy General Director	Re-appointed on 12 May 2025
Mr. Nguyen Khac Toan	Deputy General Director	Re-appointed on 12 May 2025
Ms. Nguyen Thi Xuan Tuu	Chief Accountant	Re-appointed on 12 May 2025



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY
STATEMENT OF THE BOARD OF DIRECTORS (CONT.)

Legal representative

Legal representative of the Company during the year and as of the date of this statement is Mr. Do Hoang Long - General Director (re-appointed on 12 May 2025).

Auditor

A&C Auditing and Consulting Co., Ltd. has been appointed to perform the audit on the Company's Combined Financial Statements for the fiscal year ended 31 December 2025.

Responsibility of the Board of Management

The Board of Management of the Company is responsible for the preparation of the Combined Financial Statements to give a true and fair view of the financial position, the financial performance and the cash flows of the Company during the year. In order to prepare these Combined Financial Statements, the Board of Management must:

- select the appropriate accounting policies and apply them consistently.
- make judgments and estimates reasonably and prudently.
- state clearly whether the accounting standards applied to the Company are followed or not, and all the material differences from these standards are disclosed and explained in the Combined Financial Statements.
- prepare the Combined Financial Statements of the Company on the going-concern basis, except for the cases that the going-concern basis is considered inappropriate.
- design and implement effectively the internal control system to minimize the risks of material misstatements due to frauds or errors in the preparation and presentation of the Combined Financial Statements.

The Board of Management hereby ensures that all the accounting books of the Company have been fully recorded and can fairly reflect the financial position of the Company at any time, and that all the accounting books have been prepared in compliance with the applicable Accounting System. The Board of Management is also responsible for managing the Company's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Management commits to the compliance with the aforementioned requirements in preparation of the Combined Financial Statements.

Approval on the Financial Statements

The Board of Management hereby approves the accompanying Combined Financial Statements, which give a true and fair view of the financial position as of 31 December 2025 of the Company, its financial performance and its cash flows for the fiscal year then ended, in accordance with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Combined Financial Statements.

For and on behalf of the Board of Management,

Do Hoang Long
General Director

Date: 16 March 2026



No. 3.0056/26/TC-AC

INDEPENDENT AUDITOR’S REPORT

To: THE SHAREHOLDERS, THE BOARD OF DIRECTORS AND THE BOARD OF MANAGEMENT PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

We have audited the accompanying Combined Financial Statements of Phu Yen Water Supply and Sewerage Joint Stock Company (hereinafter referred to as “the Company”) which were prepared on 16 March 2026, from page 05 to page 35, including the Combined Balance Sheet as of 31 December 2025, the Combined Income Statement, the Combined Cash Flow Statement for the fiscal year then ended and the Notes to the Combined Financial Statements.

Responsibility of the Board of Management

The Company’s Board of Management is responsible for the preparation, true and fair presentation of the Combined Financial Statements in accordance with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Combined Financial Statements; and responsible for the internal control as the Company’s Board of Management determines necessary to enable the preparation and presentation of the Combined Financial Statements to be free from material misstatement due to fraud or error.

Responsibility of Auditors

Our responsibility is to express an opinion on these Combined Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical standards and requirements and plan and perform the audit to obtain reasonable assurance about whether the Combined Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and notes in the Combined Financial Statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the Combined Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company’s preparation and true and fair presentation of the Combined 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 Company’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Company’s Board of Management, as well as evaluating the overall presentation of the Combined Financial Statements.

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

Opinion of Auditors

In our opinion, the Combined Financial Statements referred to above, give a true and fair view, in all material respects, the financial position as of 31 December 2025 of Phu Yen Water Supply and Sewerage Joint Stock Company, as well as its financial performance and its cash flows for the fiscal year then ended, in conformity with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Combined Financial Statements.

For and on behalf of
A&C Auditing and Consulting Co., Ltd.

Central Branch



Hang Quynh Hanh

Partner

Audit Practice Registration Certificate No. 0963-2023-008-1

Authorized Signatory

Khanh Hoa, 16 March 2026



Nguyen Thanh Thanh Tu

Auditor

Audit Practice Registration Certificate No. 5933-2023-008-1

PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

COMBINED BALANCE SHEET

As of 31 December 2025

Unit: VND

ITEMS	Code	Note	Ending balance	Beginning balance
A - CURRENT ASSETS	100		95,016,599,781	127,997,327,720
I. Cash and cash equivalents	110	V.1	8,145,469,866	6,384,416,442
1. Cash	111		8,145,469,866	6,384,416,442
2. Cash equivalents	112		-	-
II. Short-term investments	120		74,300,000,000	104,500,000,000
1. Trading securities	121		-	-
2. Provisions for devaluation of securities trading	122		-	-
3. Held-to-maturity investments	123	V.2	74,300,000,000	104,500,000,000
III. Short-term receivables	130		3,732,411,087	10,028,148,895
1. Short-term trade receivables	131	V.3	3,046,029,108	7,521,190,469
2. Short-term prepayments to suppliers	132	V.4	1,175,575,685	3,696,954,195
3. Short-term inter-company receivable	133		-	-
4. Receivable according to the progress of construction contract	134		-	-
5. Short-term loans receivable	135		-	-
6. Other short-term receivables	136	V.5a	2,006,754,916	1,587,752,532
7. Allowance for short-term doubtful debts	137	V.6	(2,786,848,227)	(2,784,167,180)
8. Deficit assets for treatment	139		290,899,605	6,418,879
IV. Inventories	140		7,399,258,534	6,108,884,175
1. Inventories	141	V.7	7,399,258,534	6,108,884,175
2. Allowance for devaluation of inventories	149		-	-
V. Other current assets	150		1,439,460,294	975,878,208
1. Short-term prepaid expenses	151	V.8a	317,200,268	311,534,785
2. Deductible VAT	152		1,120,757,310	637,357,513
3. Taxes and other accounts receivable from the State	153	V.15	1,502,716	26,985,910
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-

This statement should be read in conjunction with the Notes to the Combined Financial Statements



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Financial Statements (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
B- NON-CURRENT ASSETS	200		382,226,046,656	367,273,741,655
I. Long-term receivables	210		825,000,000	1,650,000,000
1. Long-term trade receivables	211		-	-
2. Long-term prepayment to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term inter-company receivable	214		-	-
5. Long-term loans receivable	215		-	-
6. Other long-term receivable	216	V.5b	825,000,000	1,650,000,000
7. Allowance for long-term doubtful debts	219		-	-
II. Fixed assets	220		310,881,395,074	331,913,511,983
1. Tangible fixed assets	221	V.9	310,844,881,176	331,819,664,744
- Historical cost	222		743,200,220,314	733,515,683,670
- Accumulated depreciation	223		(432,355,339,138)	(401,696,018,926)
2. Financial leased assets	224		-	-
- Historical cost	225		-	-
- Accumulated depreciation	226		-	-
3. Intangible fixed assets	227	V.10	36,513,898	93,847,239
- Initial cost	228		1,098,145,670	1,263,708,933
- Accumulated amortization	229		(1,061,631,772)	(1,169,861,694)
III. Investment property	230		-	-
- Historical costs	231		-	-
- Accumulated depreciation	232		-	-
IV. Long-term assets in process	240		49,838,041,392	6,215,550,172
1. Long-term work-in-process	241		-	-
2. Construction-in-progress	242	V.11	49,838,041,392	6,215,550,172
V. Long-term investments	250		-	5,000,000,000
1. Investments in subsidiaries	251		-	-
2. Investments in joint ventures and associates	252		-	-
3. Investments in other entities	253		-	-
4. Provisions for devaluation of long-term financial investments	254		-	-
5. Held-to-maturity investments	255	V.2	-	5,000,000,000
VI. Other non-current assets	260		20,681,610,190	22,494,679,500
1. Long-term prepaid expenses	261	V.8b	20,664,124,559	22,477,193,869
2. Deferred income tax assets	262	V.12	6,091,981	6,091,981
3. Long-term components, spare parts and accessories	263		11,393,650	11,393,650
4. Other non-current assets	268		-	-
TOTAL ASSETS	270		477,242,646,437	495,271,069,375

This statement should be read in conjunction with the Notes to the Combined Financial Statements



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Financial Statements (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
C - LIABILITIES	300		46,924,226,909	49,212,083,649
I. Current liabilities	310		27,088,777,164	19,458,909,042
1. Short-term trade payables	311	V.13	8,213,539,170	2,879,507,835
2. Short-term advances from customers	312	V.14	84,084,058	164,692,658
3. Taxes and other obligations payable to State Budget	313	V.15	1,618,452,024	763,747,883
4. Payables to employees	314		4,251,943,384	2,537,629,458
5. Short-term accrued expenses	315	V.16	990,856,121	1,002,925,848
6. Short-term inter-company payables	316		-	-
7. Payable according to the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318		-	-
9. Other short-term payables	319	V.17	1,680,538,891	925,233,382
10. Short-term borrowings and financial leases	320	V.18a,c	9,917,724,862	9,917,724,862
11. Provisions for short-term payables	321		-	-
12. Bonus and welfare funds	322	V.19	331,638,654	1,267,447,116
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
II. Long-term liabilities	330		19,835,449,745	29,753,174,607
1. Long-term trade payables	331		-	-
2. Long-term prepayment from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Inter-company payables for operating capital	334		-	-
5. Long-term inter-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term borrowing and financial leases	338	V.18b,c	19,835,449,745	29,753,174,607
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax payable	341		-	-
12. Provisions for long-term payables	342		-	-
13. Science and technology development funds	343		-	-

This statement should be read in conjunction with the Notes to the Combined Financial Statements

PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Financial Statements (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
D - OWNER'S EQUITY	400		430,318,419,528	446,058,985,726
I. Owner's equity	410		430,318,419,528	446,058,985,726
1. Owner's capital	411	V.20	383,635,790,000	383,635,790,000
- Ordinary shares carrying voting right	411a		383,635,790,000	383,635,790,000
- Preferred shares	411b		-	-
2. Share premiums	412	V.20	8,783,241,099	8,783,241,099
3. Bond conversion option	413		-	-
4. Other sources of capital	414		-	-
5. Treasury stocks	415		-	-
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418	V.20	15,000,394,589	15,000,394,589
9. Business arrangement supporting fund	419		-	-
10. Other funds	420		-	-
11. Retained earnings	421	V.20	22,898,993,840	38,639,560,038
- Retained earnings accumulated to the end of the previous period	421a		275,981,038	38,639,560,038
- Retained earnings of the current period	421b		22,623,012,802	-
12. Construction investment fund	422		-	-
II. Other sources and funds	430		-	-
1. Sources of expenditure	431		-	-
2. Fund to form fixed assets	432		-	-
TOTAL LIABILITIES AND OWNER'S EQUITY	440		477,242,646,437	495,271,069,375

Dak Lak, 16 March 2026

Nguyen Ngoc Diem Trang
Preparer

Nguyen Thi Xuan Tuu
Chief Accountant

Do Hoang Long
General Director

This statement should be read in conjunction with the Notes to the Combined Financial Statements



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

COMBINED INCOME STATEMENT

For the fiscal year ended 31 December 2025

Unit: VND

ITEMS	Code	Note	Previous year	
			Previous year	Previous year
1. Revenue from sales of goods and provisions of services	01	VI.1	133,643,815,949	136,483,957,345
2. Revenue deductions	02		-	-
3. Net revenue	10		133,643,815,949	136,483,957,345
4. Cost of sales	11	VI.2	73,809,600,308	70,649,827,369
5. Gross profit	20		59,834,215,641	65,834,129,976
6. Financial income	21	VI.3	5,181,447,320	5,870,208,805
7. Financial expenses	22	VI.4	2,210,826,168	2,876,665,741
In which: Loan interest expenses	23		2,210,826,168	2,876,665,741
8. Selling expenses	25	VI.5	24,174,434,815	19,570,463,374
9. General and administration expenses	26	VI.6	11,714,535,655	7,262,359,143
10. Net operating profit	30		26,915,866,323	41,994,850,523
11. Other income	31	VI.7	408,046,907	20,248,701
12. Other expenses	32	VI.8	653,122,173	94,420,919
13. Other profit	40		(245,075,266)	(74,172,218)
14. Total accounting profit before tax	50		26,670,791,057	41,920,678,305
15. Current income tax	51	V.15	2,857,093,371	2,217,938,432
16. Deferred income tax	52	VI.9	-	903,003,633
17. Profit after tax	60		23,813,697,686	38,799,736,240
18. Earnings per share	70	VI.10	590	961
19. Diluted earnings per share	71	VI.10	590	961

Dak Lak, 16 March 2026

Nguyen Ngoc Diem Trang
Preparer

Nguyen Thi Xuan Tuu
Chief Accountant

Do Hoang Long
General Director

This statement should be read in conjunction with the Notes to the Combined Financial Statements



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

COMBINED CASH FLOW STATEMENT

(Indirect method)

For the fiscal year ended 31 December 2025

Unit: VND

ITEMS	Code	Note	Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		26,670,791,057	41,920,678,305
2. Adjustments				
- Depreciation/(Amortization) of fixed assets and investment properties	02	V.9,10	30,716,653,553	30,709,754,337
- Provisions and allowances	03	V.6	2,681,047	(4,540,259,280)
- Gain/ (loss) from exchange difference due to revaluation of monetary items in foreign currencies	04		-	-
- Gain/ (loss) from investing activities	05	VI.3	(5,181,447,320)	(5,870,208,805)
- Interest expenses	06	VI.4	2,210,826,168	2,876,665,741
- Other adjustments	07		-	-
3. Operating profit before changes of working capital	08		54,419,504,505	65,096,630,298
- Increase/(decrease) of receivables	09		4,976,833,654	1,064,697,518
- Increase/(decrease) of inventories	10	V.7	(1,290,374,359)	(355,929,046)
- Increase/(decrease) of payables	11		709,872,842	5,866,010,934
- Increase/ (decrease) of prepaid expenses	12	V.8	1,807,403,827	(8,089,774,296)
- Increase/(decrease) of securities trading	13		-	-
- Interests paid	14	V.16; VI.4	(2,262,067,747)	(2,925,419,601)
- Corporate income tax paid	15	V.15	(2,126,229,118)	(2,982,253,125)
- Other cash inflows	16	V.19	12,420,000	18,396,000
- Other cash outflows	17	V.19	(2,159,145,900)	(1,936,548,300)
Net cash flows from operating activities	20		54,088,217,704	55,755,810,382
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other long-term assets	21	V.4; V.9; V.10 V.11;13	(44,484,139,546)	(37,030,481,223)
2. Proceeds from disposals of fixed assets and other long-term assets	22		-	-
3. Cash outflow for lending, buying debt instruments of other entities	23	V.2	(69,300,000,000)	(187,500,000,000)
4. Cash recovered from lending, selling debt instruments of other entities	24	V.2	104,500,000,000	200,200,000,000
5. Investments into other entities	25		-	-
6. Withdrawals of investments in other entities	26		-	-
7. Interest earned, dividends and profits received	27	V.5a; VI.3	5,212,586,378	8,459,771,888
Net cash flows from investing activities	30		(4,071,553,168)	(15,870,709,335)

This statement should be read in conjunction with the Notes to the Combined Financial Statements



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Cash Flow Statement (cont.)

ITEMS	Code	Note	Current year	Previous year
III. Cash flows from financing activities				
1. Proceeds from issuing stocks and capital contributions from owners	31		-	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	-
3. Receivables from borrowings	33		-	-
4. Repayment for loan principal	34	V.18a	(9,917,724,862)	(11,624,059,617)
5. Payments for financial leased assets	35		-	-
6. Dividends and profit paid to the owners	36	V.17; V.20	(38,337,886,250)	(28,765,670,875)
<i>Net cash flows from financing activities</i>	<i>40</i>		<u><u>(48,255,611,112)</u></u>	<u><u>(40,389,730,492)</u></u>
Net cash flows during the period	50		1,761,053,424	(504,629,445)
Beginning cash and cash equivalents	60	V.1	6,384,416,442	6,889,045,887
Effects of fluctuations in foreign exchange rates	61		-	-
Ending cash and cash equivalents	70	V.1	<u><u>8,145,469,866</u></u>	<u><u>6,384,416,442</u></u>

Dak Lak, 16 March 2026

Nguyen Ngoc Diem Trang
Preparer

Nguyen Thi Xuan Tuu
Chief Accountant

Do Hoang Long
General Director

This statement should be read in conjunction with the Notes to the Combined Financial Statements



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong Street, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

NOTES TO THE COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

I. GENERAL INFORMATION

1. Ownership form

Phu Yen Water Supply and Sewerage Joint Stock Company (hereinafter referred to as the "Company") is a joint stock company.

2. Business field

The Company's business field comprises the extraction and supply of clean water, services, and construction and installation.

3. Principal business activities

The Company's principal business activities are the extraction, treatment and distribution of clean water.

4. Normal operating cycle

The Company's normal operating cycle is within 12 months.

5. Effect of the Company's operation during the year on the Financial Statements

Although the Company's revenue in the current year has decreased due to a decline in water consumption, the cost of sales has increased since the Company has intensified the installation, replacement and connection of infrastructure and implemented measures to ensure a safe water supply; consequently, the cost of producing clean water has increased, leading to a significant decline in profit in the current year compared to the previous year.

6. Structure of the Company

Affiliates that are not legal entities and do accounting works dependently

Name of company	Address
Phu Yen Water Supply and Sewerage Joint Stock Company - Construction & Installation - Service Branch	No. 07 Hai Duong Street, Tuy Hoa Ward, Dak Lak Province, Vietnam
Phu Yen Water Supply and Sewerage Joint Stock Company - Water Supply Branch No. 1	No. 229 Le Loi Street, Tuy Hoa Ward, Dak Lak Province, Vietnam
Phu Yen Water Supply and Sewerage Joint Stock Company - Water Supply Branch No. 2	No. 33 Le Thanh Phuong, Song Cau Ward, Dak Lak Province, Vietnam
Phu Yen Water Supply and Sewerage Joint Stock Company - Water Supply Branch No. 3	No. 86 Ngo Quyen, Song Chinh Commune, Dak Lak Province, Vietnam

7. Statement of information comparability on the Financial Statements

The corresponding figures of the previous year can be comparable with the figures of the current year.



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

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For the fiscal year ended 31 December 2025

Notes to the Combined Financial Statements (cont.)

8. Employees

As of the balance sheet date, there have been 247 employees employees working for the Company (at the beginning of the year: 244 employees).

II. FISCAL YEAR, ACCOUNTING CURRENCY UNIT

1. Fiscal year

The fiscal year of the Company is from January 01 to December 31 annually.

2. Accounting currency unit

The accounting currency unit is Vietnamese Dong (VND) because transactions of the Company are primarily made in VND.

III. APPLICABLE ACCOUNTING STANDARDS AND SYSTEM

1. Applicable accounting system

The Company applies Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System issued pursuant to Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC dated 21 March 2016, and the guiding circulars issued by the Ministry of Finance regarding the preparation and presentation of Combined Financial Statements.

2. Statement of the compliance with the Accounting Standards and System

The Board of Management ensures to follow all the requirements of the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC dated 21 March 2016 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of the Combined Financial Statements.

On 27 October 2025, the Ministry of Finance issued Circular No. 99/2025/TT-BTC ("Circular 99") providing guidance on Enterprise Accounting System, replacing Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance on guidance regarding Enterprise Accounting System ("Circular 200") and Circulars No. 75/2015/TT-BTC dated 18 May 2015 and No. 53/2016/TT-BTC dated 21 March 2016 of the Ministry of Finance amending and supplementing certain provisions of Circular 200. The provisions of Circular 99 apply to bookkeeping, preparation and presentation of the Financial Statements for fiscal years commencing on 1 January 2026.

IV. APPLICABLE ACCOUNTING POLICIES

1. Accounting convention

The Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

2. Cash and cash equivalents

Cash includes cash on hand and cash in bank. Cash equivalents are short-term investments with a maturity of three months or less from the date of investment, which can be readily converted into a known amount of cash and are not subject to significant risks in conversion to cash at the reporting date.



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PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

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COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Notes to the Combined Financial Statements (cont.)

3. Financial investments

Held-to-maturity investments

An investment is classified as a held-to-maturity investment when the Company has the intention and ability to hold it to maturity. Held-to-maturity investments include term deposits (including debentures and promissory note), bonds, preferred shares that the issuer are required to re-purchase at a certain date in the future and held-to-maturity loans for the purpose of receiving periodical interest as well as other held-to-maturity investments.

Held-to-maturity investments are initially recognized at cost including the purchase cost and other transaction costs. After initial recognition, these investments are recorded at recoverable value. Interest from these held-to-maturity investments after acquisition date is recognized in the profit or loss on the basis of the interest income to be received. Interests arising prior to the Company's acquisition of held-to-maturity investments are recorded as a decrease in the costs as at the acquisition time.

When there are reliable evidences proving that a part or the whole investment cannot be recovered and the loss are reliably determined, the loss is recognized as financial expenses during the year while the investment value is derecognized.

4. Receivables

Receivables are recognized at the carrying amounts less allowances for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according to the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Company and customers who are independent to the Company.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

Allowance is made for each doubtful debt on the basis of the ages of debts after offsetting against liabilities (if any) or estimated loss as follows:

- As for overdue debts:
 - 30% of the value for receivables overdue for 6 months to less than 1 year.
 - 50% of the value for receivables overdue for 1 year to less than 2 years.
 - 70% of the value for receivables overdue for 2 years to less than 3 years.
 - 100% of the value for receivables overdue for 3 years or more.
- As for doubtful debts: Allowance is made on the basis of the estimated loss.

Increases or decreases in the allowance for doubtful debts must be recognised as of the balance sheet date and recorded as general and administration expenses.

5. Inventories

Inventories are recognized at the lower of cost or net realizable value.

Cost of inventories is determined as follows:

- Materials and supplies: Costs comprise costs of purchases and other directly relevant expenses incurred in bringing the inventories to their present location and conditions.
- Work-in-process: Costs comprise costs of main materials, labor and other directly relevant costs.



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Notes to the Combined Financial Statements (cont.)

Stock-out costs are determined in accordance with the weighted average method and recorded in line with the perpetual method.

Net realizable value is the estimated selling price of inventories in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Allowance for devaluation of inventories is recognized for each type of inventories when their costs are higher than their net realizable values. Increases/(decreases) in the balance of the allowance for devaluation of inventories, which must be recognized as of the balance sheet date, are recorded in the cost of sales.

6. Prepaid expenses

Prepaid expenses comprise actual expenses incurred and relevant to financial performance in several accounting periods. The Company's prepaid expenses primarily consist of expenses for replacing electricity meter connections, expenses of fixed asset repairs, and expenses for tools. These prepaid expenses are allocated over the prepayment period or period in which corresponding benefits are realized.

Meter connection replacement expenses

Meter connection replacement expenses are allocated to expenses in line with the straight-line method, for the maximum period of 03 years.

Expenses of fixed asset repairs

Expenses of fixed asset repairs incurred once with high value are allocated into expenses in accordance with the straight-line method over 3 years.

Tools

Expenses of tools being put into use are allocated into expenses in accordance with the straight-line method for the maximum period of 3 years.

7. Tangible fixed assets

Tangible fixed assets are stated at historical cost less accumulated depreciation. The historical cost of tangible fixed assets includes all costs incurred by the Company to acquire the fixed asset up to the point at which it is ready for use. Costs incurred after initial recognition are only added to the cost of the fixed assets if such costs are certain to increase future economic benefits arising from the use of the asset. Costs that do not meet the above condition are recognised as production or operating expenses during the year.

When a tangible fixed asset is sold or disposed of, its historical cost and accumulated depreciation are written off, and any gain or loss arising from the disposal is recognised as income or an expense during the year.

Tangible fixed assets are depreciated using the straight-line method based on their estimated useful lives. The depreciation periods for various types of tangible fixed assets are as follows:

<u>Type of fixed assets</u>	<u>Number of years</u>
Buildings and structures	05 - 50
Machinery and equipment	05 - 20
Vehicles	06 - 30
Management equipment and tools	03 - 10
Other fixed assets	02 - 20



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Notes to the Combined Financial Statements (cont.)

8. Intangible fixed assets

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

The initial cost of intangible fixed assets comprises all costs incurred by the Company to acquire the asset up to the point at which it is ready for use. Subsequent costs relevant to intangible fixed assets are recognized as operation costs during the period in which they are incurred, unless such costs are directly attributable to a specific intangible asset and increase the future economic benefits expected to be derived from that asset.

When an intangible fixed asset is sold or disposed of, its initial cost and accumulated amortization are written off, and any gain or loss arising from the disposal is recognised as income or an expense during the year.

The Company's intangible fixed assets include:

Water extraction licence policy

Expenses for water extraction licence represent the total expenses incurred to obtain a water resource extraction licence. Water extraction licences are amortised over the licence period of 10 years.

Computer software

Costs relating to computer software that are not an integral part of the associated hardware are capitalised. Initial cost of computer software comprises all costs incurred by the Company up to the date the software is put into use. Computer software is amortised in line with straight-line method from 3 to 8 years.

Other intangible fixed assets

Other intangible fixed assets at the Company comprise the management network system and the ISO-compliant laboratory. The initial cost of other intangible fixed assets is the total of all costs incurred by the Company up to the date the system is put into use. Other intangible assets are amortised in line with straight-line method for period from 2 to 20 years.

9. Construction-in-progress

Construction-in-progress reflects the expenses (including relevant interest expenses following the accounting policies of the Company) directly attributable to assets under construction, machinery and equipment under installation for purposes of production, leasing and management as well as the repair of fixed assets in progress. These assets are recorded at historical costs and not depreciated.

10. Payables and accrued expenses

Payables and accrued expenses are recorded for the amounts payable in the future associated with the merchandise and services received. Accrued expenses are recorded based on reasonable estimates for the amounts payable.

The classification of payables as trade payables, accrued expenses and other payables is made on the basis of following principles:

- Trade payables reflect commercial payables arising from transactions involving the purchase of merchandise, services or assets, where the seller is an entity independent of the Company.
- Accrued expenses reflect expenses for goods, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operation expenses.



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Notes to the Combined Financial Statements (cont.)

- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

The payables and accrued expenses are classified as current and non-current items on the Balance Sheet on the basis of their remaining term as of the balance sheet date.

11. Owner's equity

Owner's capital

The owner's capital is recorded according to the actual amounts invested by the shareholders.

Share premiums

Share premiums are recorded in accordance with the difference between the issuance price and par value upon the IPO, additional issue or the difference between the re-issuance price and carrying value of treasury stocks and the equity component of convertible bonds upon maturity date. Expenses directly related to the additional issue of shares and the re-issuance of treasury shares are recorded as a decrease in share premiums.

Treasury stocks

When a share capital in the owner's equity is purchased, the amount payable including the expenses related to the transaction is recorded as treasury stocks and a corresponding decrease in owner's equity then is recognized. When this share capital is cancelled, the Company complies in line with Law on Security No. 54/2019/QH14 dated 26 November 2019.

12. Profit distribution

Profit after tax is distributed to the shareholders after appropriation for funds under the Charter of the Company as well as legal regulations and approved by the General Meeting of Shareholders.

The distribution of profits to the shareholders is made with consideration toward non-cash items in the retained earnings that may affect cash flows and payment of dividends such as profit due to revaluation of assets contributed as investment capital, profit due to revaluation of monetary items, financial instruments and other non-cash items.

Dividends are recorded as payables upon approval of the General Shareholders' meeting and the Company's notice of dividend payment.

13. Recognition of revenue and income

Revenue from the sale of goods and finished goods

Revenue from sales of merchandise, finished goods shall be recognized when all of the following conditions are satisfied:

- The Company transfers most of the risks and benefits incident to the ownership of merchandise or products to customers.
- The Company no longer retains the rights of ownership or control over the merchandise or products.
- The amount of revenue can be measured reliably. When the contracts stipulate that buyers have the right to return merchandise, products purchased under specific conditions, the revenue is recorded only when those specific conditions are no longer exist and buyers retains no right to return merchandise, products (except for the case that such returns are in exchange for other goods or services).
- The Company received or shall probably receive the economic benefits associated with sale transactions.
- The cost incurred or to be incurred in respect of the sale transaction can be measured reliably.



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COMBINED FINANCIAL STATEMENTS

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Notes to the Combined Financial Statements (cont.)

Revenue from provisions of services

Revenue from provisions of services shall be recognized when all of the following conditions are satisfied:

- The amount of revenue can be measured reliably. When the contract stipulates that the buyer is entitled to return the services provided under specific conditions, the revenue is recognized only when these specific conditions are no longer existed and the buyer is not entitled to return the services provided.
- The Company received or shall probably receive the economic benefits associated with the provision of services.
- The stage of completion of the transaction at the end of reporting period can be measured reliably.
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

In the case that the services are provided in several accounting periods, the determination of revenue is done on the basis of the volume of work done as of the balance sheet date.

Interest

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

14. Construction contracts

Construction contract is a contract agreed for acquisition of an asset or combined assets closely relevant or mutually dependent on their design, technology, function or basic using purpose.

When the results of the contract implementation can be estimated reliably:

- For construction contracts where the contractor is paid in accordance with a planned schedule: revenue and expenses relating to the contract are recognised in proportion to the work completed, as determined by the Company on the balance sheet date.
- For construction contract in which the contractor is entitled to pay according to volume of work done: revenue and expenses relevant to the contracts are recognized to corresponding completed assignment determined by the customer and reflected in the invoices.

Increases/Decreases in construction volume, compensations and other receivables are only recognized into revenue when these are mutually agreed with the customer.

When the results of the contract implementation cannot be estimated reliably:

- The revenue is only recognized equivalent to the contract's expenses and the payment is relatively reliable.
- The contract's expenses are only recognized as the expenses when they occur.

Difference between total accumulated revenue from construction contract recognized and the accumulated amount in the invoice of payment under the contract plan is recognized as receivables or payables under the contract plan.

15. Borrowing costs

Borrowing costs are interests and other costs that the Company directly incurs in connection with the borrowing.



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Notes to the Combined Financial Statements (cont.)

Borrowing costs are recorded as an expense when it is incurred. In case the borrowing costs are directly attributable to the construction or the production of an asset in progress, which takes a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be included in the cost of that asset. To the extent that the borrowings are especially for the purpose of construction of fixed assets and investment properties, the borrowing cost is eligible for capitalization even if construction period is under 12 months. Incomes arisen from provisional investments as loans are recognized as a decrease in the costs of relevant assets.

In the event that general borrowings are partly used for the acquisition, construction or production of an asset in progress, the costs eligible for capitalization will be determined by applying the capitalization rate to average accumulated expenditure on construction or production of that asset. The capitalization rate is computed at the weighted average interest rate of the borrowings not yet paid during the year, except for particular borrowings serving the purpose of obtaining a specific asset.

16. Expenses

Expenses are those that result in outflows of the economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenues are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

17. Corporate income tax

Corporate income tax includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the assessable income. The assessable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

Deferred income tax

Deferred income tax is the corporate income tax that will be payable or refundable due to temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the tax base. Deferred income tax assets are recognized only when there is an assurance on the availability of assessable income in the future against which the temporarily deductible differences can be used.

Carrying values of deferred corporate income tax assets are considered as of the balance sheet date and will be reduced to the rate that ensures enough taxable income against which the benefits from part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered as of the balance sheet date and are recorded when there is certainly enough assessable income to use these unrecognized deferred corporate income tax assets.

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



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Notes to the Combined Financial Statements (cont.)

Deferred income tax assets and deferred income tax liabilities are offset when:

- The Company has the legal right to offset current income tax assets against current income tax liabilities; and
- Deferred income tax assets and deferred income tax liabilities are relevant to corporate income tax which is under the management of one tax authority either:
 - Of the same subject to corporate income tax; or
 - The Company has intention to pay current income tax liabilities and current income tax assets on a net basis or recover tax assets and settle tax liability simultaneously in each future period to the extent that the majority of deferred income tax liabilities or deferred income tax assets are paid or recovered.

18. Related party

A party is considered a related party of the Company in case that party is able to control the Company or to cause material effects on the financial decisions as well as the operations of the Company. A party is also considered a related party of the Company in case that party is under the same control or is subject to the same material effects.

Considering the relationship of related parties, the nature of relationship is focused more than its legal form.

19. Segment reporting

A business segment is a distinguishable component that is engaged in manufacturing or providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Company that is engaged in manufacturing or providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

Segment information is prepared and presented in accordance with the accounting policies applied to the preparation and presentation of the Company's Combined Financial Statements.

V. ADDITIONAL INFORMATION ON THE ITEMS PRESENTED IN THE COMBINED BALANCE SHEET

1. Cash and cash equivalents

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	83,872	16,091,090
Cash in bank	8,145,385,994	6,368,325,352
Total	8,145,469,866	6,384,416,442

2. Held-to-maturity investments

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Original costs</u>	<u>Carrying value</u>	<u>Original costs</u>	<u>Carrying value</u>
<i>Short-term</i>	74,300,000,000	74,300,000,000	104,500,000,000	104,500,000,000
Term deposits	74,300,000,000	74,300,000,000	104,500,000,000	104,500,000,000
<i>Long-term</i>	-	-	5,000,000,000	5,000,000,000
Term deposits	-	-	5,000,000,000	5,000,000,000
Total	74,300,000,000	74,300,000,000	109,500,000,000	109,500,000,000

These notes form an integral part of and should be read in conjunction with the Combined Financial Statements



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COMBINED FINANCIAL STATEMENTS

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Notes to the Combined Financial Statements (cont.)**3. Short-term trade receivables**

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Receivables from related parties</i>	-	4,366,494,350
People's Committee of Phu Yen Province (now People's Committee of Dak Lak Province)	-	4,366,494,350
<i>Receivables from other customers</i>	3,046,029,108	3,154,696,119
Urban Management Department of Tuy Hoa City	2,327,692,000	2,527,270,000
Other customers	718,337,108	627 426 119
Total	<u>3,046,029,108</u>	<u>7,521,190,469</u>

4. Short-term prepayments to suppliers

	<u>Ending balance</u>	<u>Beginning balance</u>
Saigon Environmental Technology and Construction Corporation	264,121,935	351,066,195
Sai Gon Consultants and Investment Development Joint Stock Company	-	3,000,000,000
International Matra Joint Stock Company	-	303,888,000
Other suppliers	911,453,750	42,000,000
Total	<u>1,175,575,685</u>	<u>3,696,954,195</u>

5. Other short-term receivables**5a. Other short-term receivables**

	<u>Ending balance</u>		<u>Beginning balance</u>	
	Value	Allowance	Value	Allowance
Term deposit interest to be received	1,479,984,563	-	1,511,123,621	-
Advances	50,389	-	62,159,825	-
Expenditure on support for employees affected by natural disasters - pending offsetting against the welfare fund allocation in 2026	500,000,000	-	-	-
Welfare fund excessively paid (see Note V.19)	20,232,554	-	-	-
Other short-term receivables	6,487,410	-	14,469,086	-
Total	<u>2,006,754,916</u>	<u>-</u>	<u>1,587,752,532</u>	<u>-</u>

5b. Other long-term receivables

These are deposits for the Department of Planning and Investment of Phu Yen Province (now the Department of Finance of Dak Lak Province) to secure the implementation of investment in upgrading the water treatment plant in the North-East of Song Cau from 900 m³/day to 10,000 m³/day.



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Notes to the Combined Financial Statements (cont.)

6. Doubtful debts

	Ending balance		Outstanding period	Beginning balance	
	Outstanding period	Recoverable amount		Outstanding period	Recoverable amount
Related parties					
People's Committee of Phu Yen Province (now People's Committee of Dak Lak Province)	-	-		4,366,494,350	4,366,494,350
Other organisations and individuals					
Receivables from other organisations and individuals for water usage charges					
	2,810,338,731	23,490,504		3,012,421,098	228,253,918
	396,146,731	23,490,504		398,651,098	28,675,918
Over 6 months to under 1 year	10,203,182	7,142,212	Over 6 months to under 1 year	10,559,603	7,391,724
Over 1 year to under 2 years	25,200,399	12,600,199	Over 1 year to under 2 years	17,541,986	8,770,993
Over 2 years to under 3 years	12,493,642	3,748,093	Over 2 years to under 3 years	41,710,670	12,513,201
Over 3 years	348,249,508	-	Over 3 years	328,838,839	-
Urban Management Office of Tuy Hoa City	2,327,692,000	-		2,527,270,000	199,578,000
			Over 2 years to under 3 years	90,267,000	90,267,000
Over 3 years	2,327,692,000	-	Over 3 years	2,437,003,000	109,311,000
Gtel - Mobile Joint Stock Company	86,500,000	-	Over 3 years	86,500,000	-
Total	2,810,338,731	23,490,504		7,378,915,448	4,594,748,268

Changes in allowances for doubtful debts are as follows:

	Current year	Previous year
Beginning balance	2,784,167,180	7,331,498,271
Provision additionally made	5,544,495	-
Reversal of provisions	(2,863,448)	(4,540,259,280)
Debt written-off	-	(7,071,811)
Ending balance	2,786,848,227	2,784,167,180

7. Inventories

	Ending balance		Beginning balance	
	Cost	Provision	Cost	Reserve
Goods in transit	35,000	-	5,000	-
Materials and supplies ⁽ⁱ⁾	7,332,528,177	-	6,069,433,896	-
Work-in-process	66,695,357	-	39,445,279	-
Total	7,399,258,534	-	6,108,884,175	-

These notes form an integral part of and should be read in conjunction with the Combined Financial Statements



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Notes to the Combined Financial Statements (cont.)

- (i) In which, materials damaged by flooding with its original costs as of the balance sheet date of VND 523,317,094 are currently pending resolution by the insurance company.

8. Short-term/long-term prepaid expenses**8a. Short-term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Insurance premiums	87,853,650	68,383,661
Tools	39,141,132	66,047,782
Other short-term prepaid expenses	190,205,486	177,103,342
Total	<u>317,200,268</u>	<u>311,534,785</u>

8b. Long-term prepaid expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Expenses for fixed asset repairs	2,530,350,837	4,179,682,087
Expenses for replacing meter connections	17,055,110,872	17,231,304,313
Tools	991,358,278	926,563,750
Other long-term prepaid expenses	87,304,572	139,643,719
Total	<u>20,664,124,559</u>	<u>22,477,193,869</u>

9. Tangible fixed assets

	<u>Buildings and structures</u>	<u>Machinery and equipment</u>	<u>Vehicles</u>	<u>Management equipment and tools</u>	<u>Total</u>
Historical costs					
Beginning balance	124,458,304,131	67,354,513,061	537,899,747,781	3,803,118,697	733,515,683,670
Purchases during the year	-	2,151,942,626	895,626,909	1,488,597,360	4,536,166,895
Completed construction	296,597,751	561,500,000	2,605,383,319	-	3,463,481,070
Adjustment based on project final accounts	568,344	-	1,480,287,909	204,032,426	1,684,888,679
Ending balance	<u>124,755,470,226</u>	<u>70,067,955,687</u>	<u>542,881,045,918</u>	<u>5,495,748,483</u>	<u>743,200,220,314</u>
<i>In which:</i>					
Fully depreciated but still in use	35,479,663,261	24,377,011,821	22,078,466,390	1,133,134,546	83,068,276,018
Pending liquidation	-	-	-	-	-
Depreciation					
Beginning balance	85,443,330,881	47,572,740,715	266,971,717,581	1,708,229,749	401,696,018,926
Depreciation during the year	5,113,199,303	3,944,876,284	20,863,584,561	737,660,064	30,659,320,212
Ending balance	<u>90,556,530,184</u>	<u>51,517,616,999</u>	<u>287,835,302,142</u>	<u>2,445,889,813</u>	<u>432,355,339,138</u>
Carrying value					
Beginning balance	39,014,973,250	19,781,772,346	270,928,030,200	2,094,888,948	331,819,664,744
Ending balance	<u>34,198,940,042</u>	<u>18,550,338,688</u>	<u>255,045,743,776</u>	<u>3,049,858,670</u>	<u>310,844,881,176</u>
<i>In which:</i>					
Temporarily not in use	-	-	-	-	-
Pending liquidation	-	-	-	-	-

These notes form an integral part of and should be read in conjunction with the Combined Financial Statements



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Notes to the Combined Financial Statements (cont.)

10. Intangible fixed assets

	Water extraction			Total
	Computer software	licence	Other assets	
Initial costs				
Beginning balance	666,500,000	262,835,990	334,372,943	1,263,708,933
Liquidation	-	(165,563,263)	-	(165,563,263)
Ending balance	666,500,000	97,272,727	334,372,943	1,098,145,670
<i>In which:</i>				
Fully depreciated but still in use	501,500,000	97,272,727	334,372,943	933,145,670
Amortization				
Beginning balance	572,652,761	262,835,990	334,372,943	1,169,861,694
Amortization during the year	57,333,341	-	-	57,333,341
Liquidation	-	(165,563,263)	-	(165,563,263)
Ending balance	629,986,102	97,272,727	334,372,943	1,061,631,772
Carrying value				
Beginning balance	93,847,239	-	-	93,847,239
Ending balance	36,513,898	-	-	36,513,898
<i>In which:</i>				
Temporarily not in use	-	-	-	-
Pending liquidation	-	-	-	-

11. Construction-in-progress

	Beginning balance	Increases during the year	Inclusion to fixed assets during the year	Other decreases	Total
Acquisition of fixed assets	-	1,529,752,509	(1,523,769,509)	(5,983,000)	-
Construction in progress	6,050,395,488	48,622,417,000	(4,575,763,048)	(343,531,190)	49,753,518,250
- Project "Upgrading and expanding the Song Cau Water Treatment Plant from 5,000 m ³ /day-night to 8,000 m ³ /day-night"	592,216,930	8,564,467,455	-	-	9,156,684,385
- Project "Renovation of the water supply pipeline network in Tuy Hoa City, including the Le Duan line and the Northern Tuy Hoa line"	3,791,005,061	155,825,448	(1,689,700,797)	-	2,257,129,712
- Project "Upgrading the Northeast Song Cau Water Treatment Plant from 900 m ³ /day-night to 1,000 m ³ /day-night (Phase 1: until 2025: 5,000 m ³ /day-night)"	1,638,194,665	36,085,502,405	-	-	37,723,697,070
- Other works	28,978,832	3,816,621,692	(2,886,062,251)	(343,531,190)	616,007,083
Large repair of fixed assets	165,154,684	737,358,680	(572,606,701)	(245,383,521)	84,523,142
Total	6,215,550,172	50,889,528,189	(6,672,139,258)	(594,897,711)	49,838,041,392

These notes form an integral part of and should be read in conjunction with the Combined Financial Statements



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Notes to the Combined Financial Statements (cont.)

12. Recognized deferred income tax assets

Deferred income tax assets related to temporarily deductible differences arising from expenses for the audit of settlement of investment capital expenditure in 2023.

13. Short-term trade payables

	<u>Ending balance</u>	<u>Beginning balance</u>
Saigon Environmental Technology and Construction Corporation	5,808,918,340	-
Viet Tin Analysis Testing Company Limited	894,710,250	237,384,000
Hung Viet Thang Construction Co., Ltd.	282,107,784	824,466,975
Bach Viet Technologies Corporation	-	683,760,000
Centre for Environmental Technology and Management	-	317,196,000
Other suppliers	1,227,802,796	816,700,860
Total	<u>8,213,539,170</u>	<u>2,879,507,835</u>

The Company has no overdue trade payables.

14. Short-term advances from customers

	<u>Ending balance</u>	<u>Beginning balance</u>
Tuan Tri Thanh Construction Co., Ltd.	28,000,000	28,000,000
Bao Khanh Construction Co., Ltd.	13,030,344	14,872,944
Bac Trung Nam Construction Joint Stock Company	10,000,000	10,000,000
Management Board of the Song Cau County Town Construction Investment Project	-	57,574,000
Revei Vietnam Co., Ltd. – Phu Yen Branch	-	22,192,000
Other customers	33,053,714	32,053,714
Total	<u>84,084,058</u>	<u>164,692,658</u>

15. Taxes and other obligations to the State Budget

	<u>Beginning balance</u>		<u>Increase during the year</u>		<u>Ending balance</u>	
	<u>Payables</u>	<u>Receivable</u>	<u>Amount payable</u>	<u>Amount already paid</u>	<u>Payable</u>	<u>Receivable</u>
VAT on local sales	-	22,229,800	433,761,721	(411,531,921)	-	-
Corporate income tax	-	4,756,110	2,857,093,371	(2,126,229,118)	726,108,143	-
Personal income tax	18,441,231	-	265,243,053	(263,611,409)	20,072,875	-
Natural resource tax	90,110,180	-	1,209,047,340	(1,207,277,280)	91,880,240	-
Land rental	628,754	-	60,579,571	(62,711,041)	-	1,502,716
Water resource extraction licence fees	654,567,718	-	8,725,642,199	(8,649,600,751)	730,609,166	-
Environmental protection fee	-	-	416,313,664	(366,532,064)	49,781,600	-
License duty	-	-	7,000,000	(7,000,000)	-	-
Total	<u>763,747,883</u>	<u>26,985,910</u>	<u>13,974,680,919</u>	<u>(13,094,493,584)</u>	<u>1,618,452,024</u>	<u>1,502,716</u>

Value Added Tax (VAT)

The Company has to pay VAT in accordance with the deduction method at the following tax rates:

- Supplying clean water to processing and exporting enterprises 0%
- Extraction and supply of clean water 5%
- Construction, installation, consultancy, design and sale of materials 10%



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In 2025, the VAT rate for certain goods and services subject to 10% tax was reduced to 8% in line with Decree No. 180/2024/ND-CP dated 31 December 2024 and Decree No. 174/2025/ND-CP dated 30 June 2025 of the Government.

Corporate income tax

The Company is entitled to the following corporate income tax incentives in respect of income from socialisation activities (relevant to the production and supply of clean water) in accordance with the following provisions:

- Pursuant to Articles 8 and 16 of Decree No. 69/2008/ND-CP dated 30 May 2008 of the Government and Articles 15, 16 and 19 of Decree No. 218/2013/ND-CP dated 26 December 2013 of the Government;
- Pursuant to Section V of the list, types, criteria, scale and standards of facilities implementing socialisation in the environmental sector, issued together with Decision No. 1466/QD-TTg dated 10 October 2008 of the Prime Minister (as amended and supplemented in Section VI of Decision No. 693/QD-TTg dated 6 May 2013 of the Prime Minister);
- Pursuant to the guidance set out in Document No. 3139/CT-TTHT dated 7 August 2018 on corporate income tax incentives for the socialisation sector issued by the Tax Department of Phu Yen Province.

The Company is entitled to a preferential tax rate of 10% during its operations, with a 50% reduction in tax payable for 5 years (from 2020 to the end of 2024) on income generated in Tuy Hoa City and a 50% reduction in tax payable for 9 years (from 2020 to the end of 2028) on income generated in the remaining districts.

Income from other activities is subject to corporate income tax at a rate of 20%.

The estimated corporate income tax payable during the year is as follows:

	<u>Current year</u>	<u>Previous year</u>
Total accounting profit before tax	26,670,791,057	41,920,678,305
Increases/(decreases) of accounting profit to determine taxable income:		
- Increases	366,108,743	272,952,315
- Decreases	-	(4,515,018,165)
Assessable income	27,036,899,800	37,678,612,455
<i>In which:</i>		
- Income from clean water operations	21,291,508,169	35,451,893,730
- Revenue from other activities	5,745,391,631	2,226,718,725
Corporate income tax rate	20%	20
Corporate income tax payable at common tax rate	5,407,379,960	7,535,722,491
Differences due to the application of rate other than common tax rate	(2,129,150,817)	(3,545,189,373)
Corporate income tax exempted, reduced	(421,135,773)	(1,772,594,686)
Corporate income tax to be paid	2,857,093,371	2,217,938,432



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Determination of corporate income tax liability of the Company is based on prevailing regulations on tax. Nonetheless, these tax regulations may change from time to time and tax regulations applicable to variety of transactions can be interpreted differently. Hence, the tax amounts presented in the Combined Financial Statements can be changed upon the inspection of tax authorities.

Natural resource tax

The Company is required to pay natural resource tax on the extraction of natural water for the production of clean water, with the taxable value and tax rate as follows:

	<u>Taxable value</u> (VND/m ³)	<u>Tax Rate</u>
Surface water	4,000	1%
Groundwater	6,000	5%

Land rental

The Company pays land rental in accordance with the tax authority's notice.

Property tax

Property tax is paid in accordance with the tax authority's notice.

Environmental protection fee

The Company must pay an environmental protection fee for domestic wastewater amounting to 10% of the price of clean water.

Other taxes

The Company has declared and paid these taxes in accordance with regulations.

16. Short-term accrued expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Interest expenses	153,724,736	204,966,315
Expenses for inspecting and auditing projects	75,916,109	77,474,382
Other short-term payables	761,215,276	720,485,151
Total	990,856,121	1,002,925,848

17. Other short-term payables

	<u>Ending balance</u>	<u>Beginning balance</u>
Trade Union Expenditure, Social Insurance, Health Insurance, Unemployment Insurance	41,746,425	148,574,130
Environmental protection fee payable	25,078,413	18,767,262
Dividends payable	42,536,725	16,843,975
Hung Viet Thang Construction Co., Ltd	258,915,106	26,000,000
Other short-term trade payables	1,312,262,222	715,048,015
Total	1,680,538,891	925,233,382

The Company has no other overdue payables.



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18. Short-term/long-term borrowings

18a. Short-term borrowings

	<u>Ending balance</u>	<u>Beginning balance</u>
Current portions of long-term borrowings (see Note V.18b)	9,917,724,862	9,917,724,862
Total	9,917,724,862	9,917,724,862

The Company is solvent over its short-term borrowings.

Increases or decreases of short-term borrowing during the year are as follows:

	<u>Amount (VND)</u>
Beginning balance	9,917,724,862
Transfer from long-term borrowings	9,917,724,862
Amount already repaid	(9,917,724,862)
Ending balance	9,917,724,862

18b. Long-term borrowings

	<u>Ending balance</u>	<u>Beginning balance</u>
Loans from Vietnam Development Bank (VDB) - South Centre Area Branch	19,835,449,745	29,753,174,607
Total	19,835,449,745	29,753,174,607

The Company is solvent over its long-term borrowings.

A long-term borrowing from the Vietnam Development Bank (VDB) – Phu Yen Branch (now Vietnam Development Bank (VDB) - South Centre Area Branch) under the ADB Loan Agreements dated 26 July 2002 between the Ministry of Finance and Phu Yen Water Supply and Sewerage One Member Limited Liability Company, with a total borrowing amount of USD 10,743,000, for the purpose of investing in “the third project of supplying water and sanitation to ADB-TA No3323-VIE hamlets and towns in Phu Yen province”. The loan term is 22 years, including a 6-year grace period for both principal amount and interest; the loan interest rate is 5.8% per annum calculated on the outstanding loan balance; the Vietnam Development Bank (VDB)’s on-lending fee is 0.2% per annum calculated on the outstanding loan balance; the penalty interest rate for late payments is 130% of the loan interest rate calculated on the outstanding balance (principal, interest, and fees) in arrears; interest accrued during the grace period will be capitalised. The principal is to be repaid in 32 equal instalments over 32 half-yearly periods, every six months on 01 June and 01 December of each year. The first repayment of principal and interest for the project is due on 01 June 2010. The on-lending fee is payable from the date the outstanding loan balance arises.

The repayment term for long-term borrowings is as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
From 1 year or less	9,917,724,862	9,917,724,862
Over 1 year to 5 years	19,835,449,745	29,753,174,607
Total	29,753,174,607	39,670,899,469

Increases/ decreases of long-term borrowings are as follows:

	<u>Amount (VND)</u>
Beginning balance	29,753,174,607
Transfer to short-term borrowings	(9,917,724,862)
Ending balance	19,835,449,745



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18c. Outstanding borrowings

The Company has no overdue borrowings outstanding.

19. Bonus and welfare funds

	Bonus fund	Welfare fund	Total
Beginning balance	584,713,189	682,733,927	1,267,447,116
Increase from allocation from profit	357,205,465	833,479,419	1,190,684,884
Receipt of bonus	12,420,000	-	12,420,000
Funds disbursed during the year	(622,700,000)	(1,536,445,900)	(2,159,145,900)
Ending balance	331,638,654	(20,232,554)	331,638,654

The balance of the welfare fund excessively disbursed is presented in the item 'Other short-term receivables' (see Note V.5.a).

20. Owner's equity

20a. Statement of changes in owner's equity

	Owner's capital	Share premiums	Investment and Development Fund	Retained earnings	Total
Beginning balance of the previous year	383,635,790,000	8,783,241,099	15,000,394,589	30,552,494,860	437,971,920,548
Profit of the previous year	-	-	-	38,799,736,240	38,799,736,240
2023 dividend distribution	-	-	-	(28,772,684,250)	(28,772,684,250)
Appropriation for bonus and welfare funds from the 2024 profit	-	-	-	(1,939,986,812)	(1,939,986,812)
Ending balance of the previous year	383,635,790,000	8,783,241,099	15,000,394,589	38,639,560,038	446,058,985,726
Beginning balance in current year	383,635,790,000	8,783,241,099	15,000,394,589	38,639,560,038	446,058,985,726
Profit in current year	-	-	-	23,813,697,686	23,813,697,686
2024 dividend distribution	-	-	-	(38,363,579,000)	(38,363,579,000)
Appropriation for bonus and welfare funds from the 2025 profit	-	-	-	(1,190,684,884)	(1,190,684,884)
Ending balance in current year	383,635,790,000	8,783,241,099	15,000,394,589	22,898,993,840	430,318,419,528

20b. Details of owner's capital

Details of charter capital by major shareholders are as follows:

	Ending balance		Beginning balance	
	Amount	Percentage (%)	Amount	Percentage (%)
Aqua One Water Corp	228,790,250,000	59.64	228,790,250,000	59.64
People's Committee of Phu Yen Province (now People's Committee of Dak Lak Province)	147,406,000,000	38.42	147,406,000,000	38.42
Other shareholders	7,439,540,000	1.94	7,439,540,000	1.94
Total	383,635,790,000	100	383,635,790,000	100



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Notes to the Combined Financial Statements (cont.)

20c. Shares

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares registered to be issued	38,363,579	38,363,579
Number of shares issued	38,363,579	38,363,579
Number of shares repurchased	-	-
Number of outstanding shares	38,363,579	38,363,579

All shares are ordinary shares. Par value per outstanding share: VND 10,000.

20d. Profit distribution

The Company has distributed 2024 profits in accordance with Resolution No. 01/2025/NQ-ĐHĐCĐ dated 28 April 2025 of the 2025 Annual General Meeting of Shareholders as follows:

	<u>Amount distributed</u>	<u>Amount appropriated in the previous year</u>	<u>Amount to be appropriated</u>
• Appropriation for bonus and welfare funds	1,939,986,812	1,939,986,812	-
• Dividend distribution	38,363,579,000	-	38,363,579,000

In addition, the Company has provisionally appropriated bonus and welfare fund from profit of current year with amount of VND 1,190,684,884 in accordance with the Resolution of the 2025 Annual General Meeting of Shareholders.

21. Off-balance sheet items

Treated doubtful debts

	<u>Ending balance</u>	<u>Beginning balance</u>
Treated doubtful debts pursuant to Decision No. 542/QĐ-UBND dated 27 March 2015 ⁽ⁱ⁾	192,249,226	192,249,226
Treated doubtful debts in accordance with Decision No. 16/QĐ-CTN dated 28 February 2023	130,308,534	134,962,134
Treated doubtful debts in accordance with Decision No. 10/QĐ-CTN dated 29 January 2024	36,649,642	37,124,508
Treated doubtful debts in accordance with Decision No. 111/QĐ-CTN dated 25 December 2024	6,553,763	7,071,811
Total	365,761,165	371,407,679

- ⁽ⁱ⁾ Uncollectible receivables were financially settled prior to the determination of the enterprise's value at the time of privatisation in accordance with Decision No. 542/QĐ-UBND dated 27 March 2015 of the People's Committee of Phu Yen Province.



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Notes to the **Combined Financial Statements** (cont.)**VI. ADDITIONAL INFORMATION ON ITEMS PRESENTED IN THE INCOME STATEMENT****1. Revenue from sales of goods and provisions of services****1a. Gross revenue**

	<u>Current year</u>	<u>Previous year</u>
Revenue from sales of clean water	130,920,380,189	133,809,703,232
Revenue from sales of merchandise	136,342,717	187,697,074
Revenue from provisions of services	421,520,504	430,940,918
Revenue from construction contracts	2,123,653,899	1,970,487,201
Revenue from solar power	41,918,640	85,128,920
Total	<u>133,643,815,949</u>	<u>136,483,957,345</u>

1b. Revenue from sales of goods and provisions of services to related parties

The Company has no sales of goods or provisions of services with related parties.

2. Cost of sales

	<u>Current year</u>	<u>Previous year</u>
Cost of clean water supply	72,481,029,392	69,607,428,418
Costs of merchandise sold	120,976,153	166,040,916
Cost of services provided	-	5,270,976
Cost of construction activities	1,156,364,858	817,813,521
Cost of solar power generation	51,229,905	53,273,538
Total	<u>73,809,600,308</u>	<u>70,649,827,369</u>

3. Financial income

	<u>Current year</u>	<u>Previous year</u>
Term deposit interest	5,166,288,546	5,860,557,852
Demand deposit interest	15,158,774	9,650,953
Total	<u>5,181,447,320</u>	<u>5,870,208,805</u>

4. Financial expenses

These are interest expenses incurred during the year.

5. Selling expenses

	<u>Current year</u>	<u>Previous year</u>
Expenses for employees	11,706,800,860	11,026,391,018
Materials, packages	10,557,545,946	6,514,450,755
Tools	4,087,570	14,228,640
Depreciation/(amortization) of fixed assets	83,292,324	83,292,324
Expenses for external services	986,668,536	943,641,049
Other expenses	836,039,579	988,459,588
Total	<u>24,174,434,815</u>	<u>19,570,463,374</u>

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Notes to the Combined Financial Statements (cont.)**6. General and administration expenses**

	<u>Current year</u>	<u>Previous year</u>
Expenses for employees	7,347,264,703	7,725,953,358
Administrative supplies	83,274,234	102,342,562
Office supplies	207,210,603	268,133,345
Depreciation/(amortization) of fixed assets	585,266,081	455,526,983
Taxes, fees and legal fees	67,579,571	57,971,677
Allowance/(Reversal) for doubtful debts	2,681,047	(4,540,259,280)
Expenses for external services	1,891,640,082	1,578,232,775
Other expenses	1,529,619,334	1,614,457,723
Total	<u>11,714,535,655</u>	<u>7,262,359,143</u>

7. Other income

	<u>Current year</u>	<u>Previous year</u>
Gains from inventory processing	2,315,820	1,595,715
Gains from natural disaster relief support	400,000,000	-
Other income	5,731,087	18,652,986
Total	<u>408,046,907</u>	<u>20,248,701</u>

8. Other expenses

	<u>Current year</u>	<u>Previous year</u>
Depreciation of idle fixed assets	18,993,852	23,583,184
Penalties for administrative violations due to late tax payments	25,472	33,863
Expenses for disaster relief support	556,127,033	-
Compensation costs for workplace accidents	-	60,987,137
Expenses for liquidation of materials	18,518,519	-
Other expenses	59,457,297	9,816,735
Total	<u>653,122,173</u>	<u>94,420,919</u>

9. Deferred income tax

	<u>Current year</u>	<u>Previous year</u>
Deferred income tax arising from reversal of deferred income tax assets	-	903,003,633
Total	<u>-</u>	<u>903,003,633</u>

10. Earnings per share

	<u>Current year</u>	<u>Previous year</u>
Accounting profit after corporate income tax	23,813,697,686	38,799,736,240
Appropriation for bonus and welfare funds	(1,190,684,884)	(1,939,986,813)
Profit used to calculate basic/diluted earnings per share	22,623,012,802	36,859,749,427
The average number of ordinary shares outstanding during the year	38,363,579	38,363,579
Basic/diluted earnings per share	<u>590</u>	<u>961</u>

There is no transaction over the common share or potential common share from the balance sheet date until the date of these Combined Financial Statements.



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Notes to the Combined Financial Statements (cont.)

11. Operating costs by factors

	<u>Current year</u>	<u>Previous year</u>
Materials and supplies	25,877,426,027	20,704,544,084
Labours	37,401,002,624	35,401,938,049
Depreciation/(amortization) of fixed assets	30,697,172,745	30,686,171,153
Expenses for external services	9,069,710,794	2,959,168,100
Other expenses	6,559,532,513	7,385,844,100
Total	109,604,844,703	97,137,665,486

VII. OTHER INFORMATION

1. Transactions and balances with related parties

The Company's related parties include key management personnel, their related individuals and other related parties.

1a. Transactions and balances with the key management personnel and their related individuals

Key management personnel comprise: members of the Board of Directors and members of the Board of Management. Individuals related to key management personnel are their close family members.

Transactions with the key management personnel and their related individuals

The Company has no transactions of sales of goods and provisions of services with key management personnel or their related individuals, the Company has only had transaction of dividend payment in current year by VND 41,518,500 (that of the previous year was VND 24,200,050).

Receivables from and payables to the key management personnel and their related individuals

The Company has no receivables from and payables to the key management personnel and their related individuals.

Remuneration of the key management personnel and the Supervisory Board

	<u>Position</u>	<u>Salary, bonuses</u>	<u>Remuneration</u>	<u>Total income</u>
Current year				
Mr. Nguyen Tan Thuan	Chairman of the Board of Directors and Deputy General Director	362,900,000	54,000,000	416,900,000
Mr. Do Hoang Long	Member of the Board of Directors cum General Director	393,800,000	48,000,000	441,800,000
Mr. Nguyen Phu Lieu	Member of the Board of Directors cum Deputy General Director	363,440,000	48,000,000	411,440,000
Mr. Dang Duc Hoang	Member of the Board of Directors	-	48,000,000	48,000,000
Mr. Ta Binh Nguyen	Member of the Board of Directors	-	48,000,000	48,000,000
Mr. Nguyen Khac Toan	Deputy General Director	363,530,000	-	363,530,000
Ms. Nguyen Thi Xuan Tuu	Chief Accountant	340,210,000	-	340,210,000
Mr. Do Minh Son	Chief of the Supervisory Board	-	54,000,000	54,000,000
Ms Do Thi Kieu Trang	Controller	-	42,000,000	42,000,000
Ms Nguyen Thi Thu	Controller	-	42,000,000	42,000,000
Total		1,823,880,000	384,000,000	2,207,880,000



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: No. 05 Hai Duong Street, Tuy Hoa Ward, Dak Lak Province, Vietnam

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Notes to the Combined Financial Statements (cont.)

	Position	Salary, bonuses	Remuneration	Total income
Previous year				
Mr. Nguyen Tan Thuan	Chairman of the Board of Directors cum Deputy General Director	397,370,000	54,000,000	451,370,000
Mr. Do Hoang Long	Member of the Board of Directors cum General Director	431,600,000	48,000,000	479,600,000
Mr. Nguyen Phu Lieu	Member of the Board of Directors cum Deputy General Director	397,310,000	48,000,000	445,310,000
Mr. Dang Duc Hoang	Member of the Board of Directors	-	48,000,000	48,000,000
Mr. Ta Binh Nguyen	Member of the Board of Directors	-	48,000,000	48,000,000
Mr. Nguyen Khac Toan	Deputy General Director	397,400,000	-	397,400,000
Ms. Nguyen Thi Xuan Tuu	Chief Accountant	370,470,000	-	370,470,000
Mr. Do Minh Son	Chief of the Supervisory Board	-	54,000,000	54,000,000
Ms. Do Thi Kieu Trang	Controller	-	42,000,000	42,000,000
Ms. Nguyen Thi Thu	Controller	-	42,000,000	42,000,000
Total		1,994,150,000	384,000,000	2,378,150,000

1b. Transactions and balances with other related parties

Other related parties of the Company include:

Other related parties	Relationship
Aqua One Water Corp	Shareholders holding 59.64% of the charter capital
People's Committee of Phu Yen Province (now People's Committee of Dak Lak Province)	Shareholder holding 38.42% of the charter capital
Far East Insurance Joint Stock Company	The same key management personnel

Transactions with other related parties

Other transactions arising between the Company and other related parties are as follows:

	Current year	Previous year
Aqua One Water Corp		
Dividends payment	22,879,025,000	17,159,268,750
People's Committee of Phu Yen Province (now People's Committee of Dak Lak Province)		
Dividends payment	14,740,600,000	11,055,450,000
People's Committee of Phu Yen Province (now People's Committee of Dak Lak Province)		
Insurance premiums	202,424,589	62,641,180



PHU YEN WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

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COMBINED FINANCIAL STATEMENTS

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Notes to the Combined Financial Statements (cont.)

Receivables from and payables to other related parties

Receivables from and payables to other related parties are disclosed in Note V.3.

2. **Segment information**

The Company primarily operates in the field of water extraction and supply; other business activities account for an insignificant proportion of revenue and are confined to the geographical area of Dak Lak Province.

3. **Subsequent events**

There are no material subsequent events which are required adjustments or disclosures in the Combined Financial Statements.

Dak Lak, 16 March 2026

Nguyen Ngoc Diem Trang
Preparer

Nguyen Thi Xuan Tu
Chief Accountant

Do Hoang Long
General Director

