

**JOINT STOCK COMPANY  
WATER SUPPLY IN NGHE AN**

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence - Freedom - Happiness**

No. **49** /VB-CTCN-KT

"Subject: Explanation of the differences  
before and after the review of the 2025  
financial statements"

*Nghe An, March 31<sup>st</sup>, 2026*

Dear: State Securities Commission;  
Hanoi Stock Exchange.

Nghe An Water Supply Joint Stock Company

Address: No. 32 Phan Dang Luu Street – Vinh City – Nghe An Province

Phone: 02383 739 739

Website: Nawasco.com.vn

Stock code: NAW

Pursuant to Circular No. 155/2015 -BTC dated October 6<sup>th</sup>, 2015, Nghe An Water Supply Joint Stock Company has disclosed the 2025 financial statements, audited by the Hanoi branch of A&C Audit and Consulting Company, on the State Securities Commission and the Hanoi Stock Exchange.

In the 2025 financial statements, there are some differences before and after the review. Our company would like to provide the following explanation:

1. Revenue from sales and services

The " Revenue from sales and services" item in the 2025 financial statements before audit was VND 374,000,917,039, and after audit it was VND 376,832,385,545. The difference is VND 2,831,468,506 due to the reclassification from other income to revenue from sales and services.

2. Cost of goods sold:

The "Cost of Goods Sold" item in the 2025 financial statements before audit: VND 298,003,919,550, after audit: VND 299,575,787,961. Difference: VND 1,571,868,411 due to adjustment of salary expenses for direct departments and reclassification from other expenses to cost of goods sold.

3. Financial income:

The financial income figure in the 2025 financial statements before audit: VND 5,697,921,364, after audit: VND 5,699,265,299. Difference: VND 1,343,935 due to adjustment of interest on deposits.

4. Financial costs:

The " Financial costs " item in the 2025 financial statements before audit: VND 7,278,352,650, after audit: VND 7,482,711,491. Difference: VND 204,358,841 due to exchange rate adjustments.

5. Selling expenses:

The selling expenses figure in the 2025 financial statements before audit was VND 18,290,555,105 , and after audit was VND 18,300,031,105. The difference is VND 9,476,000 due to the adjustment of salary expenses for the sales staff.



6. Administrative Expenses:

The "Administrative Expenses" item in the 2025 financial statements before audit was VND 56,020,456,009, and after audit was VND 49,596,624,747. The difference of VND 6,423,831,262 is due to adjustments in management department salaries, provisions for contingencies, and some management department expenses.

7. Other income:

The "Other Income" item in the 2025 financial statements before audit was VND 32,693,510,208, and after audit was VND 25,443,968,458. The difference is VND 7,249,541,750 due to the reclassification from "Other Income" to "Revenue from Sales and Services," and offsetting profit/loss from asset liquidation between "Other Expenses" and "Other Income."

8. Other expenses:

The "Other expenses" item in the 2025 financial statements before audit was VND 7,955,485,586, and after audit was VND 8,378,275,226. The difference is VND 422,789,640 due to the classification of other expenses to cost of goods sold and offsetting gains/losses from asset liquidation between other expenses and other income.

9. Total accounting profit before tax:

The "Total Accounting Profit Before Tax" item in the 2025 financial statements before review was VND 24,843,579,711, and after review was VND 24,642,188,772. The difference is VND 201,390,939 after adjusting for the aforementioned expenses.

10. Current corporate income tax expense:

The "Current Corporate Income Tax Expense" item in the 2025 financial statements before review: VND 4,980,856,076, after review: VND 4,940,577,889. Difference: VND 40,278,187 due to change in Pre-tax Accounting Profit.

11. Net Profit After Corporate Income Tax:

The "Net Profit After Corporate Income Tax" item in the 2025 financial statements before review was VND 19,862,723,635, and after review was VND 19,701,610,883. The difference is VND 161,112,752 after adjusting the above figures.

Therefore, the Company submitted an explanation to the State Securities Commission and the Hanoi Stock Exchange.

Respectfully./.

**Recipient :**

- As above;
- File/Record VP, AC



**NGHE AN WATER SUPPLY  
JOINT STOCK COMPANY**

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence – Liberty - Happiness**

No. 50 /CNNA

*Nghe An, March 31<sup>st</sup>, 2026*

Regarding the change of The After Tax Profit in the 2025 by more than 10% compared to the same period last year.

Dear: State Securities Commission of Vietnam  
Hanoi Stock Exchange

Nghe An Water Supply Joint Stock Company

Address: No. 32 - Phan Dang Luu Street – Truong Vinh ward – Nghe An Province

Phone: 02383.739.739

Website: Nawasco.com.vn

Stock code: NAW

The after-tax profit in the 2025 financial statement changed by more than 10% compared to the previous year, specifically: After-tax profit in the 2025: VND 19,701,610,883, compared to VND 2,939,043,039 in 2024.

Our company would like to explain as follows:

In 2025, the company transferred some assets, resulting in an increase in other income, leading to an increase in the after-tax profit in the 2025 compared to the previous year.

Therefore, the Company submits this explanation to the State Securities Commission and the Hanoi Stock Exchange.

Sincerely./.

**Recipients:**

- As above;
- File/Record VP, AC

**GENERAL DIRECTOR**



Hoàng Văn Hai

**JOINT STOCK COMPANY  
NGHE AN WATER SUPPLY**

**SOCIALIST REPUBLIC OF VIETNAM  
Independence – Freedom – Happiness**

No. 51 /CV-CNNA

*Nghe An, March 31<sup>st</sup>, 2026*

“Subject: Regarding the explanation of  
the audit unit's exception opinion”

Dear: The State Securities Commission;  
The Hanoi Stock Exchange.

Nghe An Water Supply Joint Stock Company

Head office: No. 32 Phan Dang Luu – Truong Vinh ward - Nghe An  
Province

Phone: 02383 739 739

Website: Nawasco.com.vn

Stock code: NAW

In Independent Audit Report No. 2.0401/26/TC-AC dated March 31<sup>st</sup>, 2026, the independent auditor gave an exception opinion on the Financial Statements in the 2025 of Nghe An Water Supply Joint Stock Company - Stock code NAW.

The Nghe An Water Supply Joint Stock Company (hereinafter referred to as the Company) would like to provide an explanation for the exception opinions of the auditing firm as follows

1. Regarding the opinion “As of December 31<sup>st</sup>, 2025, the Company recorded under the "Short-term Provision for Liabilities" the cost of purchasing raw water payable to Song Lam Water Supply Company Limited for the period from February 1<sup>st</sup>, 2021 to December 31<sup>st</sup>, 2025, amounting to VND 134,933,782,998 (see Note V.18 of the Financial Statement Notes), due to the Company and its raw water supplier not having agreed on the payment unit price. The raw water cost has been recorded in this year's operating results at VND 14,032,200,000 (Previous year: VND 13,830,186,700). We have not obtained sufficient appropriate audit evidence to assess the basis for determining the payment unit price, related liabilities, the reasonableness of the short-term provision for liabilities balance, and the raw water cost recorded during the year”

The Company provides the following explanation:

Due to the inability to reach an agreement with the raw water supplier regarding the payment amount, the company has made a provision for liabilities related to raw water costs during the period in order to record the expenses



promptly.

2. Regarding the opinion that “In 2024, the Company changed the depreciation period and applied accelerated depreciation to some fixed assets. This change continues to affect the financial statements for the fiscal year ended December 31, 2025. However, as of the time of issuing this audit report, we have not been provided with sufficient appropriate audit evidence to assess the reasonableness of the aforementioned change. If the Company consistently applies the depreciation period according to the policy in effect before the change in 2024, the "Cost of Goods Sold" item for 2025 and 2024 will decrease by VND 45,853,508,440 and VND 40,465,925,481 respectively, the "Accumulated Depreciation of Tangible Fixed Assets" item as of December 31, 2025 and January 1, 2025 will decrease by VND 86,319,433,921 and VND 40,465,925,481 respectively, and other related items on the Financial Statements will also change accordingly”.

The Company provides the following explanation:

The Company changed the depreciation period of certain assets to more accurately reflect the utilization efficiency of its fixed assets.

Above is the Company's explanation regarding the exception opinion of the independent auditing firm, respectfully submitted to the State Securities Commission and the Hanoi Stock Exchange.

Respectfully submitted./.

**Recipient :**

- As above;
- Save VT, KT.



**GENERAL DIRECTOR**

**Hoang Van Hai**

