



SAIGON WATER SUPPLY CORPORATION
BEN THANH WATER SUPPLY JOINT
STOCK COMPANY

No. 0163 /CNBT-KTTC

Regarding the periodic disclosure of financial
statements

Quarter 4/2024 and related explanations

SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

Ho Chi Minh City, January 17, 2025

PERIODIC DISCLOSURE OF FINANCIAL STATEMENTS

To: - Hanoi Stock Exchange;
- The State Securities Commission.

Comply with the provisions of Clause 3, Clause 4, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding information disclosure on the securities market.

Ben Thanh Water Supply Joint Stock Company discloses information on the Financial Statements for the 4th Quarter of 2024 with the Hanoi Stock Exchange as follows:

1. Organisation Name: Ben Thanh Water Supply Joint Stock Company

- Stock code: BTW

- Address: 194 Pasteur, Vo Thi Sau Ward, District 3, Ho Chi Minh City. HCM

- Phone: (028) 38 297 147 – 38 272 990 - Fax: (028) 38 229 778

- Email: capnuocbenthanh@vnn.vn – Website: www.capnuocbenthanh.com

2. Contents of information to be announced:

- Financial statements for the 4th quarter of 2024:

☒ Separate financial statements (TCNY does not have subsidiaries and superior accounting units have affiliated units)

☐ Consolidated financial statements (TCNY has subsidiaries)

☐ General financial statements (TCNY has an accounting unit under the organization of its own accounting apparatus)

- Cases subject to explanation of causes:

+ The auditing organization gives an opinion that is not a fully accepted opinion on the financial statements (for audited financial statements):

☐ Yes

☒ No

Written explanation in case of accumulation:

☐ Yes

☒ No



+ Profit after tax in the reporting period has a difference of 5% or more between before and after audit, shifting from loss to profit or vice versa (for audited financial statements 2023):

☐ Yes

☒ No

Written explanation in case of accumulation:

☐ Yes

☒ No

+ Profit after corporate income tax in the report on production and business results of the reporting period changes by 10% or more compared to the report of the same period of the previous year:

☒ Yes

☐ No

Written explanation in case of accumulation:

☒ Yes

☐ No

+ Profit after tax in the reporting period suffers a loss, transferred from profit in the same reporting period of the previous year to loss in this period or vice versa:

☐ Yes

☒ No

Written explanation in case of accumulation:

☐ Yes

☒ No

This information has been published on the company's website on 17/01/2025 at the link: <https://capnuocbenthanh.com/cong-bo-thong-tin/bao-cai-tai-chinh/>

3. Reporting transactions valued at 35% or more of total assets in Q4/2024: none

- Transaction content: no

- Proportion of transaction value/total asset value of the enterprise (%) (based on the latest year's financial statements): none

- Transaction completion date: no

4. Statement explaining profit after tax difference of 10% compared to the same period last year: attached

☒ Yes

☐ No

We would like to commit that the information published above is true and fully responsible before the law for the content of the disclosed information

5. Report on retroactive adjustment of opening balance on the financial statements year 2024: attached

☒ Yes

☐ No

We hereby commit that the information disclosed above is true and we are fully responsible before the law for the content of the disclosed information.

Attachments:

- Financial Statements Quarter 4/2024;
- Written explanation of profits after tax difference of 10% ;
- Report on retroactive adjustment of opening balance on the FSs 2024.

Representative of the organization
Legal Representative/Legal Representative
(Signed, clearly stating full name, position, seal)

DIRECTOR

(SIGNED)

Nguyen Doan Xa





Explanation of profit difference
10% YoY

Ho Chi Minh City, January 17 2025

To: Hanoi Stock Exchange.

Pursuant to Circular 96/2020/TT-BTC dated 16/11/2020 of the Ministry of Finance guiding the disclosure of information on the stock market;

Ben Thanh Water Supply Joint Stock Company explained that the profit after corporate income tax on the Financial Statements of Q4 2024 fluctuated by more than 10% compared to Q4 of 2023 as follows:

- Profit after tax in Q4 of 2023 is: VND 3,327,488,868
- Profit after tax in Q4 2024 is: VND (9,767,727,364)

No	Quota	Q4 2024	Q4 2023 (retroactively adjusted)	Difference over the same period last year
(1)	(2)	(3)	(4)	(5)=(3)-(4)
1	Net Revenue Sales and service provision	142.826.448.306	135.342.899.404	7.483.548.902
2	Cost of goods sold	90.862.801.374	87.376.247.925	3.486.553.449
3	Gross profit on sales and service provision	51.963.646.932	47.966.651.479	3.996.995.453
4	Revenue from financial activities	1.027.874.217	1.139.077.436	(111.203.219)
5	Financial Costs <i>In which: interest expense</i>	185.794.871 185.794.871	338.756.941 338.756.941	(152.962.070) (152.962.070)
6	Cost of sales	42.622.165.491	29.860.163.112	12.762.002.379
7	Business management expenses	22.145.754.111	14.558.577.612	7.587.176.499
8	Net profit from Business Activities	(11.962.193.324)	4.348.231.250	(16.310.424.574)
9	Other income	(52.313.238)	7.895.897	(60.209.135)
10	Other expenses	-	20.785.940	(20.785.940)
11	Other Profits	(52.313.238)	(12.890.043)	(39.423.195)
12	Total accounting profit Pre-tax	(12.014.506.562)	4.335.341.207	(16.349.847.769)
13	Current corporate income tax expenses	(2.246.779.198)	1.007.852.339	(3.254.631.537)
14	Profit after corporate income tax	(9.767.727.364)	3.327.488.868	(13.095.216.232)

Profit after tax in Q4 2024 decreased by VND 13,095,216,232 compared to Q4 2023.
The main reasons are:

(1)	Water consumption in Q4 2024 increased by 273,462 m3, the average selling unit price increased by VND 353 compared to Q4 of 2023, so net revenue from sales and service provision increased by VND 7,483,548,902
(2)	Cost of goods sold increased by VND 3,486,553,449 compared to Q4 of 2023.
(3)	The growth rate of revenue is greater than the increase in costs, leading to an increase in gross profit on sales and service provision of VND 3,996,995,453.
(4)	Financial revenue in Q4 2024 decreased by VND 111,203,219 compared to Q4 2023 due to a decrease in term deposit contracts.
(5)	Financial operating expenses Q4 2024 compared to Q4 2023 is VND 152,962,070 due to a decrease in the principal balance of loan contracts.
(6)	Selling expenses increased by VND 12,762,002,379 due to an increase in the cost of repairing rotten pipes to prevent water loss in Q4 2024,...
(7)	Business management expenses increased by 7,587,176,499 compared to Q4 2023 due to an increase in outsourced service costs.
(8)	From the above reasons, the Company's profit from business activities in Q4 2024 decreased by VND 16,310,424,574.
(9)	Other income in Q4 2024 decreased by VND 60,209,135 compared to Q4 Year 2023
(10)	Other expenses decreased by VND 20,785,940 compared to Q4 2023
(11)	From points (9) and (10), other profits decreased by VND 39,423,195.
(12)	Profit from production and business activities decreased by VND
(13)	16,310,424,574, other profits decreased by VND 39,423,195, so the total
(14)	accounting profit before tax in Q4 of 2024 decreased by VND 16,349,847,769 compared to Q4 of 2023. From there, it leads to a decrease of VND 3,254,631,537 in Corporate Income Tax in Q4 2024.

The above are the main reasons affecting business results Quarter 4 of 2024 of the Company.

Respect.

Attachments:

- Financial Statements Quarter 4/2024

Representative of the organization

Legal Representative/Legal Representative
(Signed, clearly stating full name, position, seal)

DIRECTOR

(SIGNED)

Nguyen Doan Xa



Retrospective adjustment of early period data
on the financial statements in 2024

SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

Ho Chi Minh City, January 17, 2025

To:

- THE STATE SECURITIES COMMISSION;
- HANOI STOCK EXCHANGE.

On December 31, 2024, Ben Thanh Water Supply Joint Stock Company (the Company) issued Official Letter No. 507/CNBT-TCHC to disclose information on the results of the Audit of the 2023 Financial Statements in Notice No. 79/TB-KVIV dated November 11, 2024 of the State Audit of Region IV.

The data after the State Audit concluded that there was a change compared to the 2023 Financial Statement was released and information was disclosed. Therefore, the Company retroactively adjusts the data at the beginning of the period on the 2024 Financial Statements according to the results of the State Audit, specifically as follows:

Quota	Code	Metrics re-presented Year 2023 VND	Metrics re-presented Year 2023 VND	Uneven VND
Balance Sheet				
Provision for short-term bad receivables (*)	137	(2,858,131,728)	(3,346,086,227)	(487,954,499)
Inventory	141	23,718,057,872	22,221,838,350	1,496,219,522
Prepaid expense	151	3,551,949,606	2,736,700,000	815,249,606
Taxes and other amounts receivable State	153	198,756,541	270,561,291	(71,804,750)
Tangible Fixed Assets	221	186,550,933,288	184,867,961,201	
- Historical cost	222	450,525,129,770	448,842,157,683	1,682,972,087
Taxes and payables State	313	11,753,452,345	10,745,600,006	1,007,852,339
Employee payable	314	10,875,804,501	11,791,694,236	(915,889,735)
Undistributed profit after tax	421	56,036,370,826	51,717,742,466	4,318,628,360
Undistributed profit for this period	421b	47,963,460,532	43,644,832,172	4,318,628,360
Profit and loss statement				
Cost of goods sold	11	330,408,378,019	331,904,597,541	(1,496,219,522)
Cost of sales	25	88,981,511,913	90,664,484,000	(1,682,972,087)
Administrative expenses	26	53,839,824,738	56,058,918,578	(2,219,093,840)
Current corporate income tax expenses	51	12,166,845,255	11,087,188,166	1,079,657,089
Profit after corporate income tax	60	47,963,460,532	43,644,832,172	4,318,628,360
Cash flow				
Profit before tax	01	60,130,305,787	54,732,020,338	5,398,285,449
Provisions	02	207,002,066	694,956,565	(487,954,499)
(Increase)/Decrease Inventory	10	(5,601,750,736)	(4,105,531,214)	(1,496,219,522)
Increase/(Decrease) of payables (excluding interest and CIT payable)	11	(21,076,147,566)	(20,160,257,831)	(915,889,735)
(Increase)/Decrease in upfront costs	12	(1,388,549,606)	(573,300,000)	(815,249,606)
Expenses for procurement, construction of fixed assets and other long-term	21	(44,330,861,075)	(42,647,888,988)	(1,682,972,087)

Reasons for the difference:

1. Inventory increased, cost of goods sold decreased:	1,496,219,522
- Determine the rate of water loss corresponding to the ending work-in-progress cost as per Article 27 of Circular 200/2014/TT-BTC	
2. Prepaid expenses increased, general and administrative expenses decreased:	815,249,606
- Allocate the cost of tools and equipment (computers, printers, air conditioners, etc.) related to multiple accounting periods as prescribed in Article 47 of the Circular	
3. Taxes and other receivables from the State decreased:	71,804,750
- Due to changes based on audit results	
4. Allowance for doubtful accounts decreased, general and administrative expenses decreased:	487,954,499
- Reverse the provision for doubtful accounts that did not meet the criteria for provision as stipulated in Clause 1, Article 6 of Circular 48/2019/TT-BTC	
5. Property, plant, and equipment increased, cost of goods sold decreased:	1,682,972,087
- Increase in assets for renovation projects that meet the criteria for recognition as fixed assets as prescribed in Clause 1, Article 7 of Circular 45/2013/TT-BTC	
6. Taxes and other payables to the State increased:	1,007,852,339
- Corporate income tax payable increased based on audit results	
7. Payables to employees decreased, general and administrative expenses decreased:	915,889,735
- Adjust the amount of salary paid to employees that have not been processed through the payroll fund	

The above is an explanation of the retrospective adjustment of the data at the beginning of the period on the 2024 financial statements of Ben Thanh Water Supply Joint Stock Company.

Respect.

Recipient:

- Ditto;

- Save: KTTC, VT

DIRECTOR

(SIGNED)

NGUYEN DOAN XA

SAIGON WATER SUPPLY CORPORATION
BEN THANH WATER SUPPLY JOINT STOCK COMPANY

๒๒๐๐๐๐

FINANCIAL STATEMENTS
The 4th Quarter of 2024

Year 2024



BALANCE SHEET

As of December 31, 2024

ASSETS	Code	Notes	As at 31/12/2024	As at 01/01/2024 (Restated retrospectively)
			VND	VND
A - CURRENT ASSETS	100		176,431,855,076	178,322,224,365
I. Cash and cash equivalents	110	5	85,407,192,689	98,272,973,450
Cash	111		80,407,192,689	83,272,973,450
Cash equivalents	112		5,000,000,000	15,000,000,000
II. Short-term financial investments	120	6	46,212,191,800	42,100,000,000
Held to maturity investments	123		46,212,191,800	42,100,000,000
III. Short-term receivables	130		9,371,743,899	8,690,090,524
Short-term Receivables from Customers	131	7	11,460,895,440	10,706,172,074
Short-term Prepayment to suppliers	132	8	425,076,088	142,650,508
Other short-term receivables	136	9	639,723,508	699,399,670
Short-term allowances for doubtful debts	137		(3,153,951,137)	(2,858,131,728)
IV. Inventories	140		26,376,340,790	22,857,326,731
Inventory	141	11	26,376,340,790	23,718,057,872
Allowances for decline in value of inventories	149		-	(860,731,141)
V. Other current assets	150		9,064,385,898	6,401,833,660
Short-term prepaid expenses	151	12	3,744,131,996	3,551,949,606
Deductible VAT	152		3,968,957,750	2,651,127,513
Taxes and other receivables from government budget	153		1,351,296,152	198,756,541
B - LONG-TERM ASSETS	200		204,340,050,510	195,467,161,051
I. Long-term receivables	210		366,696,346	366,696,346
Other long-term receivables	216	8	1,524,665,431	1,524,665,431
Long-term allowances for doubtful debts	219		(1,157,969,085)	(1,157,969,085)
II. Fixed assets	220		196,259,107,049	188,212,008,036
Tangible fixed assets	221	13	194,178,673,350	186,550,933,288
- Historical costs	222		495,807,472,999	450,525,129,770
- Accumulated depreciation	223		(301,628,799,649)	(263,974,196,482)
Intangible fixed assets	227	14	2,080,433,699	1,661,074,748
- Historical costs	228		6,592,603,520	5,752,853,520
- Accumulated depreciation	229		(4,512,169,821)	(4,091,778,772)
III. Long-term assets in progress	240		7,487,323,731	6,888,456,669
Construction in progress	242	15	7,487,323,731	6,888,456,669
V. Other long term assets	260		226,923,384	-
Long-term prepaid expenses	261	12	226,923,384	-
TOTAL ASSETS	270		380,771,905,586	373,789,385,416

BALANCE SHEET

As of December 31, 2024

SOURCES	Code	Notes	As at 31/12/2024	As at 01/01/2024 (Restated retrospectively)
			VND	VND
C - LIABILITIES	300		119,475,383,130	124,874,192,643
I. Short-term liabilities	310		113,630,508,409	114,997,874,454
Short-term trade payables	311	16	66,528,204,283	70,849,952,332
Short-term prepayments from customers	312	17	1,869,994,097	2,868,189,023
Taxes and other payables to government budget	313	18	14,608,391,079	11,753,452,345
Payables to employees	314		12,531,418,331	10,875,804,501
Short-term accrued expenses	315	19	1,018,669,528	4,465,420,166
Other short-term payments	319	20	3,852,275,509	2,282,079,831
Short-term borrowings and finance lease liabilities	320	21	4,031,843,468	4,031,843,468
Bonus & welfare fund	322	22	9,189,712,114	7,871,132,788
II. Long-term liabilities	330		5,844,874,721	9,876,318,189
Long-term borrowings and finance lease liabilities	338	21	5,844,874,721	9,876,318,189
D - OWNERS' EQUITY	400		261,291,932,162	248,915,192,773
I. Owners' equity	410	23	261,291,932,162	248,915,192,773
Contributed capital	411		93,600,000,000	93,600,000,000
-Ordinary shares with voting rights	411a		93,600,000,000	93,600,000,000
Development and investment funds	418		99,278,821,947	99,278,821,947
Undistributed profit after tax	421		68,413,110,215	56,036,370,826
-Undistributed profit after tax brought forward	421a		21,354,148,732	8,072,910,294
-Undistributed profit after tax for the current year	421b		47,058,961,483	47,963,460,532
TOTAL SOURCES	440		380,771,905,586	373,789,385,416

(SIGNED)

(SIGNED)

(SIGNED)

TA THI KIEU VAN
Preparer

NGUYEN HUU CUONG
Chief Accountant

NGUYEN DOAN XA
Director
Ho Chi Minh City, January 17, 2025

INCOME STATEMENT

As of December 31, 2024

Items	Code	Note	Q4 of 2024 VND	Q4 of 2023 VND	From 01/01/2024 to 31/12/2024 VND	From 01/01/2023 to 31/12/2023 VND
Revenues from sales and services rendered	1	24	142,826,448,306	135,342,899,404	561,464,712,365	529,806,369,062
Less Deductions	2	24	-	-	-	-
Net revenues from sales and services rendered	10	24	142,826,448,306	135,342,899,404	561,464,712,365	529,806,369,062
Cost of goods sold	11	25	90,862,801,374	87,376,247,925	343,429,718,193	330,408,378,019
Gross revenues from sales and services rendered	20		51,963,646,932	47,966,651,479	218,034,994,172	199,397,991,043
Financial income	21	26	1,027,874,217	1,139,077,436	2,190,950,278	4,337,189,507
Financial expenses	22	27	185,794,871	338,756,941	841,437,766	1,396,986,527
In which: Interest expenses	23		185,794,871	338,756,941	841,437,766	1,396,986,527
Selling expenses	25	28	42,622,165,491	29,860,163,112	98,302,514,895	88,981,511,913
General administration expenses	26	29	22,145,754,111	14,558,577,612	62,186,804,396	53,839,824,738
Net profits from operating activities	30		(11,962,193,324)	4,348,231,250	58,895,187,393	59,516,857,372
Other income	31	30	(52,313,238)	7,895,897	126,999,638	1,172,768,572
Other expenses	32	31	-	20,785,940	3,332,534	559,320,157
Other profits	40		(52,313,238)	(12,890,043)	123,667,104	613,448,415
Total net profit before tax	50		(12,014,506,562)	4,335,341,207	59,018,854,497	60,130,305,787
Current Corporate income tax expenses	51	18	(2,246,779,198)	1,007,852,339	11,959,893,014	12,166,845,255
Deferred corporate income tax expenses	52		-	-	-	-
Profits after enterprise income tax	60		(9,767,727,364)	3,327,488,868	47,058,961,483	47,963,460,532
Basic earnings per share	70		(1,044)	356	5,028	5,124
Diluted earning per share	71		-	-	-	-

(SIGNED)

(SIGNED)

(SIGNED)

TA THI KIEU VAN
Preparer

NGUYEN HUU CUONG
Chief Accountant

NGUYEN DOAN XA
Director
Ho Chi Minh City, January 17, 2025

CASH FLOW STATEMENT

(By indirect method)

For the accounting period ended December 31, 2024

Items	Code	Notes	From 01/01/2024 to 31/12/2024 VND	From 01/01/2023 to 31/12/2023 (Restated retrospectively) VND
Cash flow from operating activities				
Profit before tax	01		59,018,854,497	60,130,305,787
Adjustments for				
- Depreciation of fixed assets and investment properties	02		38,074,994,216	36,633,455,575
- Provisions	03		(564,911,732)	207,002,066
- (Gain)/Loss from investing activities	05		(2,190,950,278)	(5,200,549,326)
- Interest expense	06		841,437,766	1,396,986,527
Operating profit before changes in working capital	08		95,179,424,469	93,167,200,629
- Increase (decrease) in receivables	09		(3,390,116,880)	(2,278,063,765)
- Increase (decrease) in inventories	10		(2,658,282,918)	(5,601,750,736)
- Increase (decrease) in payables (exclusive of interest payables, enterprise income tax payables)	11		(9,688,817,138)	(21,076,147,566)
- Increase (decrease) in prepaid expenses	12		(419,105,774)	(1,388,549,606)
- Interest paid	14		(854,478,973)	(1,413,667,732)
- Enterprise income tax paid	15		(14,134,867,462)	(15,557,387,933)
- Other receipts from operating activities	16		100,366,667	102,040,000
- Other payments on operating activities	17		(12,755,099,141)	(9,169,678,006)
Net cash flow from operating activities	20		51,379,022,850	36,783,995,285
Cash flow from investment activities				
- Purchase or construction of fixed assets and other long-term assets	21		(37,450,578,353)	(44,330,861,075)
- Proceeds from disposals of fixed assets and other long-term assets	22		-	863,359,819
- Loans and purchase of debt instruments from other entities	23		(32,112,191,800)	(26,000,000,000)
- Collection of loans and repurchase of debt instruments of other entities	24		28,000,000,000	45,000,000,000
Interest and dividend received	27		2,133,224,526	4,651,295,259
Net cash flows from investing activities	30		(39,429,545,627)	(19,816,205,997)
Cash flows from financial activities				
Repayments of contributed capital and repurchase of stock issued	33		-	-
Proceeds from borrowings	34		(4,031,443,468)	(4,031,443,468)
Dividends or profits paid to owners	36		(20,783,814,516)	(19,995,104,950)
Net cash from financing activities	40		(24,815,257,984)	(24,026,548,418)
Net cash flows during the fiscal year	50		(12,865,780,761)	(7,058,759,130)
Cash and cash equivalents at the beginning of fiscal year	60		98,272,973,450	105,331,732,580
Effect of exchange rate fluctuations	61		-	-
Cash and cash equivalents at the end of fiscal year	70		85,407,192,689	98,272,973,450

(SIGNED)

(SIGNED)

(SIGNED)

TA THI KIEU VAN
Preparer

NGUYEN HUU CUONG
Chief Accountant

NGUYEN DOAN XA
Director
Ho Chi Minh City, January 17, 2025

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

1. ENTERPRISE INFORMATION

1.1. FORM OF OWNERSHIP

Ben Thanh Water Supply Joint Stock Company ("the Company") is an equitized enterprise from the State enterprise – Ben Thanh Water Supply Branch, a dependent accounting unit of Saigon Water Supply Corporation - One Member Limited under Decision No. 6652/QĐ-UBND dated December 30, 2005 of the People's Committee of Ho Chi Minh City. The company operates under the Enterprise Registration Certificate No. 4103005880 first registered on January 8, 2007, under the Joint Stock Company Registration Certificate No. 0304789925 (changed from No. 4103005880) registered for the 7th change on December 29, 2021 issued by the Department of Planning and Investment of Ho Chi Minh City.

The Company's charter capital as of 31/12/2024 and 01/01/2024 is VND 93,600,000,000, equivalent to 9,360,000 shares with a par value of VND 10,000/share.

The Company's shares are accepted for listing on the Hanoi Stock Exchange with the stock code BTW and the first trading day is November 14, 2017.

The Company's head office is located at 194 Pasteur, Vo Thi Sau Ward, District 3, Ho Chi Minh City, Vietnam.

1.2. FIELDS

The Company's business field is trade and services.

1.3. BUSINESS LINES

According to the business registration certificate, the Company's business lines are:

- Manage and develop the water supply, supply and trading system of clean water for consumption and production needs;
- Construction of water supply works;
- Reconstruction of road surfaces for specialized water supply works and other works;
- Consulting on the construction of water supply works, civil-industrial works;
- Design and construction of water supply and drainage works;
- Design and construction of urban technical infrastructure works;
- Formulation and management of projects on water supply and drainage works and urban technical infrastructure works;
- Supervise the construction of water supply and drainage works;
- Topographic survey of construction works;
- Wholesale of measuring equipment and instruments for the water supply industry;
- Wholesale of materials and equipment installed in construction;
- Real estate business;
- Rental of motor vehicles;
- Rental of construction machinery and equipment.

During the year, the Company's main activities are the management and development of water supply systems, supply and trading of clean water for consumption and production needs; Construction of water supply works; Reconstruction of road surfaces for specialized works of water supply and other works.

1.4. TYPICAL PRODUCTION AND BUSINESS CYCLE

The Company's normal production and business cycle is within 12 months.

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

1.5. STATEMENT ON THE COMPARABILITY OF INFORMATION IN THE FINANCIAL STATEMENTS

The figures presented in the Financial Statements for the accounting period ended September 30, 2024 are comparable with the corresponding figures of the previous period.

1.6. Employees

As of December 31, 2024, the total number of employees of the Company is 235 people.

2. ACCOUNTING PERIOD AND ACCOUNTING CURRENCY

2.1. FISCAL YEAR

The Company's fiscal year begins on January 1 and ends on December 31 of each year.

2.2. ACCOUNTING CURRENCY

The currency used in accounting is the Vietnam Dong (VND) because the revenue and expenditure are mainly carried out in the VND currency.

3. APPLICABLE ACCOUNTING STANDARDS AND REGULATIONS

3.1. APPLICABLE ACCOUNTING STANDARDS AND REGULATIONS

Financial statements are prepared and presented in accordance with the Corporate Accounting Regime issued under Circular No. 200/2014/TT-BTC dated December 22, 2014 and Circular No. 53/2016/TT-BTC dated March 21, 2016 of the Ministry of Finance and Accounting Standards of Vietnam.

The Company applies accounting standards and accounting regimes for Vietnamese enterprises promulgated under Circular No. 200/2014/TT-BTC dated December 22, 2014 and Circular No. 53/2016/TT-BTC dated March 21, 2016 of the Ministry of Finance and other circulars guiding the implementation of Vietnamese accounting standards of the Ministry of Finance in the preparation and presentation of reports finance.

3.2. STATEMENT OF COMPLIANCE WITH ACCOUNTING STANDARDS AND REGULATIONS

The Board of Directors of the Company ensures that it has complied with the requirements of accounting standards, the accounting regime for Vietnamese enterprises issued under Circular No. 200/2014/TT-BTC, Circular 53/2016/TT-BTC as well as circulars guiding the implementation of accounting standards of the Ministry of Finance in the preparation of financial statements.

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 BASIS OF PREPARATION

Financial statements are made on the basis of accrual accounting (except for information related to cash flows).

4.2 CASH AND CASH EQUIVALENTS

Money includes cash, demand bank deposits, and money in transit. Cash equivalents are short-term investments with a payback period of no more than 3 months from the date of investment, which are easily convertible into a specified amount of money and there is no risk of conversion into cash at the time of reporting.

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

4.3 FINANCIAL INVESTMENTS

INVESTMENTS HELD TO MATURITY

An investment is classified as holding to maturity when the Company intends and is able to hold it to maturity. Investments held to maturity include: term bank deposits and loans held to maturity for the purpose of earning periodic interest and other investments held to maturity.

Investments held to maturity are initially recorded at the original price including the purchase price and the costs associated with the purchase of investments. After initial recognition, these investments are recognized at recoverable value. Interest income from investments held up to maturity after the purchase date shall be recorded on the Statement of Business Results on an estimated basis. The interest enjoyed before the Company holds is recorded as deducted from the original price at the time of purchase.

When there is solid evidence that part or all of the investment may be irretrievable and the amount of the loss is reliably determined, the loss is recorded in the financial expense of the period and directly deducted from the value of the investment.

When liquidating an investment, the difference between the net liquidation value and the book value is accounted for in income or expenses.

4.4 ACCOUNTS RECEIVABLE

Receivables are reflected at the principal price minus the provision for bad debts.

The classification of receivables as customer receivables and other receivables shall be carried out according to the following principles:

- Customer receivables reflect receivables of a commercial nature arising from transactions of a buy-sell nature between the Company and the buyer who is an independent unit from the Company.
- Other receivables reflect receivables that are not commercial in nature, not related to purchase and sale transactions.

Provision for bad debts represents the expected value of losses due to unpaid receivables incurred by customers against the balance of receivables at the time of making the balance sheet. The setting up or reimbursement of the provision for bad debts shall be recorded in the enterprise's management expenses on the statement of business results.

4.5 INVENTORY

Inventory is recorded at a lower price between the original price and the net realizable value.

The cost of inventory includes the cost of purchase and other directly related costs incurred to obtain inventory in its current location and state.

The net realizable value is the estimated selling price of the inventory in the normal production and business period minus the estimated cost of completing the products and the estimated cost necessary for their consumption.

The value of inventories is calculated according to the weighted average method and is accounted according to the regular declaration method.

Provisions for inventory depreciation are recorded when the cost price is greater than the net realizable value.

Provision for inventory shall be set aside for the expected value of losses due to possible depreciation of supplies, finished products, and inventory goods under the Company's ownership (price reduction, poor

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

quality, obsolescence, etc.) based on reasonable evidence of a decrease in value at the end of the fiscal year. These increases or decreases are recorded in the cost of goods sold on the statement of business results.

4.6 PREPAID EXPENSES

Prepaid expenses include short-term or long-term prepaid expenses on the balance sheet and are allocated over the prepaid period of the expense corresponding to the economic benefits generated from these expenses.

The Company's prepaid expenses include the following expenses:

- Tools and instruments include assets held by the Company for use in the course of normal business activities, with the historical cost of each asset being less than VND 30 million and therefore not eligible to be recognized as fixed assets according to current regulations. The historical cost of tools and tools shall be allocated according to the straight-line method in a period of 01n.m.;
- Life insurance contracts purchased for officers and employees of the company have an insurance term and an allocation period of 01 year from the date of premium payment.
- The Bravo accounting software maintenance contract has an insurance term and an allocation period of 03 years from the date of payment.
- The autocad software renewal contract has an term and an allocation period of 03 years from the date of payment.

4.7 TANGIBLE FIXED ASSETS

Tangible fixed assets are expressed at historical cost minus accumulated wear and tear.

The historical cost of tangible fixed assets includes all costs incurred by the Company to acquire fixed assets up to the time of putting them in a ready-to-use state. Expenses incurred after the initial recognition shall only be recorded as an increase in the historical cost of a fixed asset if these expenses are certain to increase future economic benefits due to the use of such assets. Expenses incurred that do not satisfy the above conditions are recorded as production and business expenses in the year.

When selling or liquidating assets, the historical cost and accumulated depreciation value of the assets are written off in the financial statements and any gains and losses arising from the liquidation are accounted for in the statement of business results.

Depreciation of tangible fixed assets is calculated according to the straight-line depreciation method according to the estimated useful life of assets as follows:

	Number of years
Houses and architectural objects	05 – 25
Machinery and equipment	05 – 06
Means of transport and transmission	06 – 10
Management equipment and instruments	05

4.8 INTANGIBLE FIXED ASSETS

Intangible fixed assets are expressed at historical cost minus the accumulated wear and tear value.

The historical cost of intangible fixed assets includes all costs that the Company must incur to acquire fixed assets up to the time of putting such assets into a state of readiness for use. Expenses related to intangible fixed assets incurred after initial recognition are recognized as production and business expenses in the period unless these expenses are associated with a specific intangible fixed asset and increase the economic benefits from these assets.

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

When intangible fixed assets are sold or liquidated, the historical cost and accumulated depreciation value are wiped out and profits and losses arising from liquidation are recorded in income or expenses in the year.

The Company's intangible fixed assets include:

Computer Software

The purchase price of computer software that is not a part attached to the hardware involved is capitalized. The cost of computer software is the total cost that the Company has incurred up to the time of putting the software into use. Computer software is depreciated in a straight line method within 5 years.

4.9 LIABILITIES AND EXPENSES PAYABLE

Liabilities and expenses payable are recognized for future amounts payable in relation to goods and services received. Costs to be paid are recorded based on reasonable estimates of the amount to be paid.

The classification of payables as payables to sellers, payable expenses and other payables shall be carried out according to the following principles:

- Seller payables reflect payables of a commercial nature arising from the purchase of goods, services, assets and the seller is an independent entity from the Company.
- Expenses payable reflect amounts payable for goods and services received from sellers or provided to buyers but not yet paid due to lack of invoices or insufficient accounting records and documents and amounts payable to employees in terms of leave wages, production and business expenses must be deducted in advance.
- Other payables reflect payables that are not commercial in nature, not related to the purchase, sale or provision of goods and services.

4.10 PAYROLL DEDUCTIONS

Social insurance is deducted from the salary under the labor contract into the cost of 17.5% and minus the salary of officials and employees is 8%.

Health insurance is deducted from salaries at 3% and deducted from salaries at 1.5%.

Unemployment insurance is deducted from salaries to expenses of 1% and deducted from salaries of officials and employees at 1%.

Trade union funds are deducted from salaries to expenses of 2%.

4.11 EQUITY

Shareholders' equity

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

Share premium

The surplus of share capital is recorded according to the difference between the issuance price and the par value of the shares at the time of initial issuance, additional issuance, the difference between the reissue price and the book value of treasury shares and the capital component of convertible bonds at maturity. Direct expenses related to the additional issuance of shares and the re-issuance of treasury shares are recorded as a decrease in the surplus of share capital.

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

4.12 PROFIT DISTRIBUTION

Profit after corporate income tax is distributed to shareholders after setting up funds according to the Charter of the Parent Company as well as the provisions of law and approved by the General Meeting of Shareholders.

The distribution of profits to shareholders is considered to be non-monetary items included in undistributed after-tax profits, which may affect cash flow and the ability to pay dividends such as interest from revaluation of assets brought for capital contribution, interest from revaluation of monetary items, etc financial instruments and other non-monetary items.

Dividends are recorded as liabilities when approved by the General Meeting of Shareholders.

4.13 BASIC EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the after-tax profit allocated to shareholders owning the Company's ordinary shares by the weighted average number of outstanding ordinary shares in the period.

4.14 REVENUE

Sales revenue

Sales revenue is recognized when all five (5) of the following conditions are satisfied at the same time:

- (a) The company has transferred most of the risks and benefits associated with ownership of the product or goods to the buyer;
- (b) The company no longer holds the right to manage the goods as the owner of the goods or the right to control the goods;
- (c) Revenue is determined relatively certainly;
- (d) The company has obtained or will derive economic benefits from the sale; and
- (e) Determine the costs associated with the sale.

Revenue from service provision

The revenue of a service provision transaction is recognized when the outcome of the transaction is reliably determined. In case the service is performed in many periods, the turnover recorded in the period shall be based on the results of the completed work on the end of the accounting period. The result of a transaction for the provision of services is determined when all of the following conditions are met:

- Revenue is determined relatively certainly.
- There is a possibility of obtaining economic benefits from the transaction of providing such services.
- Identify the completed work on the end of the accounting period.
- Determine the costs incurred for the transaction and the costs to complete the transaction to provide such services.

Interest

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

4.15 BORROWING COSTS

Borrowing costs include loan interest and other expenses incurred directly related to the loan. Borrowing costs are recorded in financial expenses for the year unless borrowing costs directly related to the investment in construction or production of unfinished assets are included in the value of such assets

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

(capitalized). The capitalization of borrowing costs will cease when the main activities necessary for the preparation of the unfinished asset for use or sale have been completed.

4.16 CORPORATE INCOME TAX

Corporate income tax expenses include current corporate income tax and deferred corporate income tax.
Current Income Tax

Current income tax is a tax calculated based on taxable income. The difference between taxable income and accounting profits is due to the adjustment of temporary differences between taxes and accounting, non-deductible expenses as well as adjustments for non-taxable income and forwarded losses.

Deferred income tax

Deferred income tax is the amount of corporate income tax that will be payable or will be refunded due to a temporary difference between the book value of assets and liabilities for the purpose of making financial statements and income tax calculation bases. Deferred income tax payable is recognized for all taxable temporary differences. Deferred income tax assets are recognized only when it is certain that there will be a taxable profit in the future to use these deductible temporary differences.

The book value of the deferred corporate income tax asset is reviewed again at the end of the accounting period and will be recorded down to the extent that there is sufficient taxable profit to allow the benefit of part or all of the deferred income tax asset to be used. Previously unrecognized deferred corporate income tax assets are reviewed at the end of the accounting period and recognized when there is sufficient taxable profit to be able to use these unrecognized deferred income tax assets.

Deferred income tax assets and deferred income tax payable are determined at the projected tax rate that will apply to the year in which the recovered asset or liability is paid based on the tax rates in effect at the end of the accounting period. Deferred income tax is recorded in the Statement of Business Results and is recorded directly in equity only when the tax relates to items recorded directly in equity.

Deferred income tax assets and deferred income tax liabilities payable shall be cleared when:

- The company has the legal right to offset the current income tax assets with the current income tax payable; and
- These deferred income tax assets and deferred income tax payable are related to corporate income tax administered by the same tax authority:
 - For the same taxable unit; or
 - The company intends to pay the applicable income tax payable and the applicable income tax assets on a net basis or recover the assets concurrently with the payment of liabilities in each future period when the material amounts of the deferred income tax payable or the deferred income tax assets are paid or recovered.

The Company's tax reports will be checked by the tax authorities. Due to the application of tax laws to each type of business and the interpretation, understanding and approval in many different ways, the figures of financial statements may differ from those of tax authorities.

4.17 SEGMENT REPORTING

A segment by line of business is a distinguishable division of an enterprise engaged in the production or provision of individual products or services, a group of related products or services to which this division bears risks and economic benefits that differ from other divisions of the business.

A geographical division is a distinguishable part of an enterprise engaged in the process of producing or providing products and services within a specific economic environment to which this division is subject to different economic risks and economic benefits from business divisions in other economic environments

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

4.18 FINANCIAL INSTRUMENTS

Initial Recognition

Financial assets

At the date of initial recognition, financial assets are recorded at the original price plus transaction costs directly related to the procurement of such financial assets.

The Company's financial assets include cash and cash equivalents, client receivables and other receivables.

Financial debt

On the date of initial recognition, financial debts are recorded at the principal price minus transaction expenses directly related to the issuance of such financial debts.

The Company's financial liabilities include seller payables and other payables, debts and loans.

Re-evaluation after initial attribution

Currently, there is no regulation on the re-evaluation of financial instruments after initial recognition.

4.19 RELATED PARTIES

Parties are deemed to be relevant if they have control or influence over the other party in decision-making on financial and operational policies. The Company's stakeholders include:

- Businesses that directly or indirectly through one or more intermediaries control the Company or are under the control of, or share control with, the Company, including the parent company, subsidiaries and associated companies;
- Individuals who directly or indirectly hold voting rights of the Company that have a significant influence on the Company, key management personnel of the Company, close family members of these individuals;
- Enterprises in which the above-mentioned individuals directly or indirectly hold an important part of the voting rights or have an influence on these enterprises.

In considering each relationship of related parties for the preparation and presentation of the Financial Statements, the Company pays attention to the nature of the relationship as the legal form of such relationships.

5. CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
Cash	130,957,501	82,177,240
Demand Deposits	80,276,235,188	83,190,796,210
Cash equivalents	5,000,000,000	15,000,000,000
	85,407,192,689	98,272,973,450

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

6. FINANCIAL INVESTMENTS

	31/12/2024	01/01/2024
	VND	VND
Short-term		
Term deposits	46,212,191,800	42,100,000,000
	46,212,191,800	42,100,000,000

7. SHORT-TERM TRADE RECEIVABLES

	31/12/2024	01/01/2024
	Amount	Amount
	VND	VND
Trade receivables from relevant entities		
Saigon Water Supply Corporation - One Member Limited	210,680,993	210,680,993
Other Customers		
+ Additional water bill arrears according to the State Audit in 2017	1,999,585,500	1,999,585,500
+ Customers using other countries	9,250,628,947	8,495,905,581
	11,460,895,440	10,706,172,074

8. PREPAYMENT TO SUPPLIERS

	31/12/2024	01/01/2024
	VND	VND
Thien Phu Water Co.	169,226,100	-
Branch of Business Management Software Joint Stock Company	75,600,000	-
Phuoc Huy Limited Liability Company for Design and Construction	-	50,587,000
Different	180,249,988	92,063,508
	425,076,088	142,650,508

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

9. OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
Short-term				
Advance	-	-	-	-
Estimated interest	638,616,164	-	580,890,412	-
VAT pending declaration	713,622	-	8,797,707	-
Other receivables	393,722	-	109,711,551	-
	<u>639,723,508</u>	<u>-</u>	<u>699,399,670</u>	<u>-</u>
Long-term				
Collateral, deposits	366,696,346	-	366,696,346	-
Receivables of embezzlement of water money (i)	1,157,969,085	(1,157,969,085)	1,157,969,085	(1,157,969,085)
	<u>1,524,665,431</u>	<u>(1,157,969,085)</u>	<u>1,524,665,431</u>	<u>(1,157,969,085)</u>

(i) This is the amount of money still receivable in connection with the embezzlement of water money of Mr. Le Trung Huy discovered in July 2013. On 21/04/2016, the People's Court of Ho Chi Minh City issued an appellate judgment No. 168/2016/HS-PT, upholding the result of the first-instance criminal judgment, requiring Mr. Le Trung Huy to compensate the above amount to the Company.

On 27/06/2022, the Company sent Document No. 1464/CNBT-TCHC to the Civil Judgment Enforcement Sub-Department of Tan Binh District regarding the judgment enforcement against Mr. Le Trung Huy, the Judgment Enforcement Sub-Department recorded the Company's opinion as a basis for settling the judgment enforcement case. However, up to the time of making the Financial Statements, the Company has not received a specific notice on the time and method of recovering the above amount. With the available information, the Company is uncertain about the possibility and recoverable value, whereby the Company sets aside provisions for bad debts at the rate of 100% (overdue debts for 3 years or more from April 21, 2016) in accordance with the provisions of Circular 48/2019/TT-BTC dated August 8, 2019 for this revenue.

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

10. Bad debts

	31/12/2024		01/01/2024	
	Principal	Revocable	Principal	Revocable
	VND	VND	VND	VND
The total value of receivables and loans that are overdue or not yet overdue but are unlikely to be recovered				
+ Receivable for embezzled water	1,157,969,085	-	1,157,969,085	-
+ Bad water bills must be collected	1,814,749,200	660,383,563	1,915,890,492	569,389,765
+ Arrears of water bills according to the State Audit in 2017 (ii)	1,999,585,500	-	1,999,585,500	-
	4,972,303,785	660,383,563	5,073,445,077	569,389,765

(ii) Arrears due to the wrong application of water unit prices of entities other than commercial banks according to the conclusion of the State Audit in 2018. These arrears were invoiced by the Company in 2018. On December 31, 2024, this amount is set aside for bad debts at the rate of 100% (overdue debts of more than 3 years).

11. INVENTORIES

	31/12/2024		01/01/2024	
	Historical cost	Provision	Historical cost	Provision
	VND	VND	VND	VND
Inventory	26,376,340,790	-	23,718,057,872	(860,731,141)
Raw Materials	15,075,745,726	-	11,321,872,931	(860,731,141)
Tools and supplies	150,564,286	-	-	-
Work in progress	11,150,030,778	-	12,396,184,941	-
	26,376,340,790	-	23,718,057,872	(860,731,141)

12. PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	(Adjusted) VND
Short-term		
Life Insurance	3,946,000,000	2,736,700,000
Bravo maintenance	67,431,996	-
Cost of tools and equipment 2023 (adjusted as per Circular 79/TB-KVIV)	-	815,249,606
Long-term		
Software Cost	226,923,384	-
	3,971,055,380	3,551,949,606

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

13. INCREASE OR DECREASE IN TANGIBLE FIXED ASSETS

	House architectural objects VND	Mechanism device VND	Media Transportation, Transmission VND	Equipment and applications Management Tools VND	Total VND
Original cost					
As of 01/01/2024	3,842,656,054	10,780,074,485	423,563,892,978	12,338,506,253	450,525,129,770
Purchase during the fiscal year	-	3,556,222,000	2,185,872,727	1,704,508,000	7,446,602,727
Finished capital investment	-	-	37,835,740,502	-	37,835,740,502
As of 31/12/2024	3,842,656,054	14,336,296,485	463,585,506,207	14,043,014,253	495,807,472,999
Accumulated depreciation					
As of 01/01/2024	3,842,656,054	8,634,884,928	242,371,427,810	9,125,227,690	263,974,196,482
Depreciation during the fiscal year	-	691,593,341	35,532,628,496	1,430,381,330	37,654,603,167
Other decreases	-	-	-	-	-
As of 31/12/2024	3,842,656,054	9,326,478,269	277,904,056,306	10,555,609,020	301,628,799,649
Residual value					
As of 01/01/2024	-	2,145,189,557	181,192,465,168	3,213,278,563	186,550,933,288
As of 31/12/2024	-	5,009,818,216	185,681,449,901	3,487,405,233	194,178,673,350

14. INCREASE OR DECREASE IN INTANGIBLE FIXED ASSETS

	Computer Software	Total
Historical cost		
As of 01/01/2024	5,752,853,520	5,752,853,520
Purchase during the fiscal year	1,151,750,000	1,151,750,000
Downward Adjustment	(312,000,000)	(312,000,000)
As of 31/12/2024	6,592,603,520	6,592,603,520
Accumulated wear and tear		
As of 01/01/2024	4,091,778,772	4,091,778,772
Depreciation in the period	453,100,727	453,100,727
Downward Adjustment	(32,709,678)	(32,709,678)
As of 31/12/2024	4,512,169,821	4,512,169,821

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

14. THE SITUATION OF INCREASE OR DECREASE IN INTANGIBLE FIXED ASSETS (CONT'D)

	Computer Software	Total
Residual value		
As of 01/01/2024	1,661,074,748	1,661,074,748
As of 31/12/2024	<u>2,080,433,699</u>	<u>2,080,433,699</u>

15. CONSTRUCTION IN PROGRESS

	31/12/2024 VND	01/01/2024 VND
Procurement of fixed assets	178,000,000	1,277,690,909
Development and renovation of water supply networks	7,309,323,731	5,610,765,760
	<u>7,487,323,731</u>	<u>6,888,456,669</u>

16. SHORT-TERM TRADE PAYABLES

	31/12/2024 VND	01/01/2024 VND
Third Parties		
Hien Minh Trang Construction Investment Company Limited	2,134,886,759	1,833,492,777
Thien Phu Water Supply and Sewerage Investment Joint Stock Company	591,944,247	247,010,998
Loc An Khang CO., LTD	3,238,176,766	4,355,429,178
Minh Trang Construction Joint Stock Company	3,762,714,922	4,284,171,052
Others	18,017,671,671	11,578,873,240
Related Parties		
Saigon Water Supply Corporation	38,782,809,918	48,550,975,087
	<u>66,528,204,283</u>	<u>70,849,952,332</u>

17. SHORT-TERM PREPAYMENT FOR CUSTOMERS

	31/12/2024 VND	01/01/2024 VND
Third Parties		
Deposit for water use, installation, transfer of name to VNU	-	1,043,150,000
Customers using water	1,741,677,975	1,635,204,894
Water Meter Inspection	108,607,846	99,417,846
Others	19,708,276	90,416,283
	<u>1,869,994,097</u>	<u>2,868,189,023</u>

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

18. TAXES AND OTHER PAYABLES TO THE STATE

	01/01/2024		Arising in the period		31/12/2024	
	Payable amount VND	Accounts receivable VND	Payable amount VND	Paid amount VND	Payable amount VND	Paid amount VND
VAT payable	-	-	4,318,272,558	(4,318,272,558)	-	-
Sewerage Service Prices	9,965,628,611	-	135,296,156,807	(131,997,204,187)	13,264,581,231	-
VAT on drainage services	715,100,899	-	10,963,087,459	(10,714,665,486)	963,522,872	-
Corporate Income Tax	1,007,852,339	-	11,959,893,014	(14,134,867,462)	-	(1,167,122,109)
Personal income tax (employees and current)	64,782,496	-	3,814,885,727	(3,499,874,797)	379,793,426	-
Personal income tax (dividends)	88,000	-	126,607,382	(126,201,832)	493,550	-
Environmental protection fee	-	(198,756,541)	17,582,498	-	-	(181,174,043)
Housing and land tax, land rent	-	-	1,959,021,212	(1,959,021,212)	-	-
License tax	-	-	3,000,000	(6,000,000)	-	(3,000,000)
	<u>11,753,452,345</u>	<u>(198,756,541)</u>	<u>168,458,506,657</u>	<u>(166,756,107,534)</u>	<u>14,608,391,079</u>	<u>(1,351,296,152)</u>

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

18. TAXES AND OTHER PAYABLES TO THE STATE (CONT'D)

Sewerage Service Prices

According to Decision No. 17/2021/QĐ-UBND dated 01/06/2021 of the People's Committee of Ho Chi Minh City, from 01/01/2022, the environmental protection fee for the ward is replaced with the estimated discharge service price based on the monthly consumption of clean water by the escaped households with contracted discharge activities domestic waste into the drainage system, receiving sources and other relevant households escaping from the contract; The service price applied for 2024 is 25% of the estimated unit price of net consumption.

Corporate Income Tax

The company currently applies a corporate income tax rate of 20%.

Corporate income tax ("CIT") payable in a year is temporarily calculated as follows:

	Cumulative to Q4 2024	Cumulative to Q4 2023
	VND	VND
Net profit before tax	59,018,854,497	60,130,305,787
<i>Adjustment of increase in pre-tax accounting profit to calculate CIT</i>	<i>780,610,573</i>	<i>703,920,490</i>
Taxable income	59,799,465,070	60,834,226,277
<i>Tax Rate</i>	<i>20%</i>	<i>20%</i>
Current CIT expenses	11,959,893,014	12,166,845,255
CIT payable at the beginning of the period	1,007,852,339	4,398,395,017
CIT paid in the period	14,134,867,462	15,557,387,933
CIT payable at the end of the period	(1,167,122,109)	1,007,852,339

Other taxes

The company declares and submits according to regulations.

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

19. ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
Pipeline repair costs	220,070,407	420,330,074
Cost of purchasing clean water wholesale-Saigon Water Supply Corporation-One Member Limited (Related Party)	-	3,169,758,437
Accrued Interest	18,395,049	-
90% of the revenue from resource services	708,130,072	-
Other expenses	72,074,000	875,331,655
	<u>1,018,669,528</u>	<u>4,465,420,166</u>

20. OTHER SHORT-TERM PAYABLES

	31/12/2024	01/01/2024
	VND	VND
Trade union funding	160,288,403	148,198,134
Receive Margin, Stake	1,317,150,000	100,000,000
Dividends payable to shareholders	555,675,444	635,169,960
Environmental protection fees, Drainage service prices	1,582,232,130	1,220,460,060
Others	236,929,532	178,251,677
	<u>3,852,275,509</u>	<u>2,282,079,831</u>

21. BORROWING AND FINANCIAL LEASE DEBT

	01/01/2024		31/12/2024	
	Value	Number capable of repaying debts	Value	Number capable of repaying debts
	VND	VND	VND	VND
Long-term				
Vietnam Bank for Agriculture and Rural Development - Cho Lon Branch	13,908,161,657	13,908,161,657	9,876,718,189	9,876,718,189
Deduction: Long-term loans due in 12 months	(4,031,843,468)	(4,031,843,468)	(4,031,843,468)	(4,031,843,468)
Amounts due after 12 months	<u>9,876,318,189</u>	<u>9,876,318,189</u>	<u>5,844,874,721</u>	<u>5,844,874,721</u>

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

21.1 SHORT-TERM FINANCIAL LOANS AND LEASES

	01/01/2024	Loan amount incurred in the year	Carryover from long-term loans and liabilities	Loan amount paid during the year	31/12/2024
	VND	VND	VND	VND	VND
Long-term loans due	4.031.843.468	-	4.031.443.468	(4.031.443.468)	4.031.843.468
	<u>4.031.843.468</u>	<u>-</u>	<u>4.031.443.468</u>	<u>(4.031.443.468)</u>	<u>4.031.843.468</u>

21.2 LONG-TERM FINANCIAL LOANS AND LEASES

	01/01/2024	Loan amount incurred in the year	Carryover to loans and short-term liabilities	Loan amount paid during the year	31/12/2024
	VND	VND	VND	VND	VND
Long-term loans from Vietnam Bank for Agriculture and Rural Development	9,876,318,189	-	(4,031,443,468)	-	5,844,874,721
	<u>9,876,318,189</u>	<u>-</u>	<u>(4,031,443,468)</u>	<u>-</u>	<u>5,844,874,721</u>

This is a long-term loan from the Bank for Agriculture and Rural Development of Vietnam - Cho Lon Branch ("Agribank Cho Lon Branch") under 3 contracts:

- Long-term one-time credit contract No. 6220-LAV-201700906/HDTD dated 08/08/2017. Maximum loan amount: 9,860,000,000 VND, outstanding loan until 31/12/2024 is 1,956,583,097 VND. Loan term: 9 years from the next day of the loan disbursement date of the credit contract. The purpose of using the loan is to pay for the cost of building, renovating, replacing and upgrading the water supply network, preventing water loss including 4 component projects that have been approved for economic and technical reports. Loan interest rate: 7.5%/year for the first 1 year and then adjusted every 6 months. Principal repayment: grace period of 1 year from the date of receipt of the first debt, after the expiration of the grace period, the principal is paid quarterly in the same period as the interest debt. The first principal repayment date is 20/03/2019 and paid evenly in 32 quarters. The collateral is the water supply pipeline system and related assets financed by Agribank Cho Lon Branch under the mortgage contract of assets formed in the future No. 6220-LCL-201700410/HTTL dated 15/06/2017. The total value of collateral is 12,817,000,000 VND.

- Credit contract No. 6220-LAV-201701301/HDTD, dated 14/12/2017. The maximum loan amount is 14,700,000,000 VND, the outstanding loan until 31/12/2024 is 2,479,268,423 VND. The loan term is 9 years from the next day of the loan disbursement date. The purpose of the loan is to pay the cost of construction, renovation, replacement and upgrading of the water supply network, water loss prevention including 11 component projects

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

that have been approved for economic and technical reports. The loan interest rate is 7.5%/year for the first 1 year and is adjusted every 6 months thereafter. Principal repayment: grace period of 1 year from the date of disbursement of the first loan of the credit contract but not exceeding 24 months from the date of signing the contract, after the expiration of the grace period, the principal debt shall be paid quarterly in the same period as the interest debt. The first principal repayment date is 20/03/2019 and paid evenly in 32 quarters. The collateral is the water supply pipeline system and related assets financed by Agribank Cho Lon Branch under the mortgage contract of assets formed in the future No. 6220-LCL-201700918/HTTL. The total value of the collateral is 19,631,000,000 VND.

- Credit contract No. 6220-LAV-201801191/HDTD, dated 25/12/2018. The maximum loan amount is 24,900,000,000 VND, the outstanding loan until 31/12/2024 is 5,440,866,669 VND. The loan term is 9 years from the next day of the loan disbursement date. The purpose of the loan is to pay the cost of building, renovating, replacing and upgrading the water supply network, preventing water loss including 6 component projects that have been approved for economic and technical reports. The loan interest rate is 7.5%/year for the first 1 year and is adjusted every 6 months thereafter. Principal repayment: grace period of 1 year from the date of disbursement of the first loan of the credit contract but not exceeding 24 months from the date of signing the contract, after the expiration of the grace period, the principal debt shall be paid quarterly in the same period as the interest debt. The first principal repayment date is 20/03/2020 and paid evenly in 32 quarters. The collateral is the water supply pipeline system and related assets financed by Agribank Cho Lon Branch under the mortgage contract of assets formed in the future No. 6220-LCL-201800649/HTTL. The total value of collateral is 33,275,000,000 VND.

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

22. BONUS & WELFARE FUNDS

	01/01/2024	Increase due to deduction from profit	Receive funds during the period	Fund expenditure in the period	31/12/2024
	VND	VND	VND	VND	VND
Reward Fund	5,774,762,776	6,798,695,400	97,700,000	(5,753,683,188)	6,917,474,988
Welfare Fund	2,096,370,012	6,798,695,400	2,666,667	(6,625,494,953)	2,272,237,126
Reward fund of the Management and Executive Board	-	375,921,000	-	(375,921,000)	-
	<u>7,871,132,788</u>	<u>13,973,311,800</u>	<u>100,366,667</u>	<u>(12,755,099,141)</u>	<u>9,189,712,114</u>

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

23. EQUITY

23.1 EQUITY VOLATILITY RECONCILIATION TABLE

	Owner 's investment capital	Development Investment Fund	Undistributed profit after tax	Total
	VND	VND	VND	VND
As of 01/01/2023	93,600,000,000	87,014,264,055	52,119,162,169	232,733,426,224
Profit in the period	-	-	47,963,460,532	47,963,460,532
Profit distribution in 2022	-	12,264,557,892	(44,046,251,875)	(31,781,693,983)
As of 31/12/2023	93,600,000,000	99,278,821,947	56,036,370,826	248,915,192,773
As of 01/01/2024	93,600,000,000	99,278,821,947	56,036,370,826	248,915,192,773
Profit in the period	-	-	47,058,961,483	47,058,961,483
Profit distribution in 2023	-	-	(34,677,631,800)	(34,682,222,094)
As of 31/12/2024	93,600,000,000	99,278,821,947	68,417,700,509	261,296,522,456

23.2 DETAILS OF SHAREHOLDERS' EQUITY

According to the Business Registration Certificate, the charter capital of the corresponding Company is 93,600,000,000 VND. As of September 30, 2024, the charter capital has been fully contributed by shareholders as follows:

	30/09/2024 VND	Proportion %	01/01/2024 VND	Proportion %
Saigon Water Supply Corporation Limited	49,747,000,000	53.15	49,747,000,000	53.15
Dong A Commercial Joint Stock Bank	9,360,000,000	10	9,360,000,000	10
America LLC	19,116,890,000	20.42	19,074,890,000	20.38
Ho Le Minh	4,805,500,000	5.13	4,805,500,000	5.13
Other Shareholders	10,570,610,000	11.30	10,612,610,000	11.34
	93,600,000,000	100.00	93,600,000,000	100.00

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

23.3 SHARE

	31/12/2024	01/01/2024
	VND	VND
Number of shares registered for issuance	9,360,000	9,360,000
Number of shares sold to the public	9,360,000	9,360,000
- Common stock	9,360,000	9,360,000
Number of shares outstanding	9,360,000	9,360,000
- Common stock	9,360,000	9,360,000

Par value of outstanding shares: 10,000 VND/share.

	Proportion	Amount
	%	VND
Profit Distribution	100.00	
Deduction from the Reward Fund	19.60	6,798,695,400
Deduction from the Welfare Fund	19.60	6,798,695,400
Deduction of the bonus fund of the management board and executive board	1.09	375,921,000
Dividend payment in 2023 (13.5% par value)	36.44	12,636,000,000
Dividend payment in 2022 and earlier (8.62% of par value)	23.27	8,068,320,000
		34,677,631,800

24. GROSS REVENUE OF MERCHANDISE AND SERVICES

	Cumulative to Q4 2024	Cumulative to Q4 2023
	VND	VND
Revenue from clean water supply	558,523,582,250	527,270,742,220
Revenue from provision of other services	2,941,130,115	2,535,626,842
	561,464,712,365	529,806,369,062

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

25. COST OF GOODS SOLD

	Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Cost of clean water supply	342,642,307,728	329,761,389,558
Cost of other services	787,410,465	646,988,461
	343,429,718,193	330,408,378,019

26. FINANCIAL INCOME

	Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Interest of deposits	2,190,950,278	4,337,189,507
	2,190,950,278	4,337,189,507

27. FINANCIAL EXPENSES

	Cumulative to Q4 2024 VND	Cumulative to Q3 2023 VND
Interests of loans	841,437,766	1,396,986,527
	841,437,766	1,396,986,527

28. SELLING EXPENSES

	Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Salesperson costs	32,415,499,487	29,856,458,961
Fixed asset depreciation costs	36,575,703,050	35,673,636,920
Cost of repairing rotten pipes	29,299,062,358	23,442,596,032
Other Selling Expenses	12,250,000	8,820,000
	98,302,514,895	88,981,511,913

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

29. GENERAL ADMINISTRATIVE EXPENSES

	Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Management staff costs	34,696,461,561	28,226,462,030
The cost of office supplies	5,057,728,240	4,459,907,441
Depreciation of fixed assets	1,532,000,844	959,818,655
Taxes, fees and charges	1,962,021,212	2,031,621,222
Contingency Expenses	295,819,409	(292,640,854)
Cost of outsourced services	7,494,741,378	9,247,124,706
Other business management expenses	11,148,031,752	9,207,531,538
	62,186,804,396	53,839,824,738

30. OTHER INCOME

	Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Income from the liquidation of fixed assets and tools	-	863,359,819
Revenue from compensation	58,674,387	-
Collection of bad debts that have been processed and written off	68,234,065	53,287,815
Other income	91,186	256,120,938
	126,999,638	1,172,768,572

31. OTHER EXPENSES

	Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Expenses for liquidation of materials, fixed assets, tools	-	521,078,982
Compensation costs		4,770,428
Other expenses	3,332,534	33,470,747
	3,332,534	559,320,157

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

32. PRODUCTION AND BUSINESS COSTS BY FACTORS

	Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Cost of raw materials and materials	32,050,412,881	32,030,801,663
Labor costs	91,071,075,599	80,846,843,111
Fixed asset depreciation costs	38,107,703,894	36,633,455,575
Contingency Expenses	295,819,409	(292,640,854)
Cost of outsourced services	26,168,590,526	22,130,041,531
Other expenses	18,167,781,204	14,783,170,466
	205,861,383,513	186,131,671,492

33. FINANCIAL INSTRUMENTS

The Company has financial assets such as client receivables, other receivables, investments, cash and deposits arising directly from the Company's operations. The Company's financial liabilities mainly consist of loan debts, seller payables, expenses payable, and other payables. The main purpose of these financial liabilities is to mobilize financial resources for the Company's activities.

The company is subject to market risk, credit risk and liquidity risk.

Risk management is an indispensable business for all business activities of the Company. The company has not taken measures to prevent these risks due to the lack of a market to buy financial instruments.

The Board of Directors considers and agrees to apply management policies for the above risks as follows:

i. Market risk

Market risk is the risk that the fair value of future cash flows of financial instruments will fluctuate according to changes in market prices. Market risk has four types of risk: interest rate risk, currency risk, commodity price risk, and other price risk, such as share price risk.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate according to changes in market interest rates. The market risk caused by changes in the Company's interest rates is mainly related to the Company's money, short-term deposits, and loans.

The Company manages interest rate risk by analyzing the competitive situation in the market in order to obtain interest rates that are beneficial to the Company's purpose and remain within the limits of its risk management.

Foreign currency risk

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

33. FINANCIAL INSTRUMENTS (CONT'D)

Foreign currency risk is the risk that the fair value of future cash flows of financial instruments will fluctuate according to changes in exchange rates. The Company assumes risks due to changes in exchange rates directly related to the Company's business activities.

ii. Credit risk

Credit risk is the risk that a party to a financial instrument or trading contract fails to fulfill its obligations, resulting in financial losses. The Company has credit risk from its business activities (primarily customer accounts receivable), and from its financial activities, including bank deposits, foreign exchange operations, and other financial instruments.

Customer receivables

The company regularly monitors uncollected receivables. For large customers, the Company considers the decline in the credit quality of each customer at the date of the report. The company seeks to maintain strict control of outstanding receivables and arrange credit control personnel to minimize credit risk. On this basis and the fact that the Company's customer receivables are related to many different customers, credit risk is not significantly focused on a certain customer.

Bank Deposits

The company mainly maintains deposit balances at well-known banks in Vietnam. The credit risk of deposit balances at banks is managed by the Company's treasury department in accordance with the Company's policy. The Company's maximum credit risk for the items on the balance sheet at the end of the accounting period is the book value as presented in Explanation No. 5.1. The company found that the concentration of credit risk on bank deposits was low.

iii. Liquidity risk

Liquidity risk is the risk that the Company will have difficulty fulfilling its financial obligations due to lack of capital. The Company's liquidity risk mainly arises from the fact that financial assets and financial liabilities have different maturity times.

The Company minimizes liquidity risk by maintaining a sufficient amount of cash and cash equivalents and bank loans at a level that the Board of Directors deems sufficient to meet the Company's operations and to mitigate risks due to fluctuations in cash flows.

The table below summarizes the payment terms of the Company's financial liabilities based on the expected payments on the undiscounted underlying contract:

Liquidity risk

	Less than 1 year	From 1 to 5 years	Total
	VND	VND	
Date 31/12/2024			
Accounts payable	66,528,204,283	-	66,528,204,283
Accrued expenses	1,018,669,528	-	1,018,669,528
Other payables	3,856,865,803	-	3,856,865,803
Loans and financial lease debts	4,031,843,468	5,844,874,721	9,876,718,189
	<u>75,435,583,082</u>	<u>5,844,874,721</u>	<u>81,280,457,803</u>

Date 01/01/2024

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

Accounts payable	70,849,952,332	-	70,849,952,332
Accrued expenses	4,465,420,166	-	4,465,420,166
Other payables	2,282,079,831	-	2,282,079,831
Loans and financial lease debts	4,031,843,468	9,876,318,189	13,908,161,657
	81,629,295,797	9,876,318,189	91,505,613,986

The company believes that the concentration of risk on debt repayment is low. The company can afford to access the necessary capital sources.

Collateral

The Company has pledged tangible fixed assets to loans (*Explanation No. 21*).

The Company does not hold collateral of another party as of December 31, 2024 and January 1, 2024.

iv. Fair value

(1) Comparison of fair value and book value

The following table shows the financial assets and financial liabilities of the Company:

	Book value		Fair value	
	31/12/2024 VND	01/01/2024 VND	31/09/2024 VND	01/01/2024 VND
Financial assets				
Investments held to maturity	46,212,191,800	42,100,000,000	46,212,191,800	42,100,000,000
Accounts receivables	11,250,214,507	10,495,491,081	11,250,214,507	10,495,491,081
Receivables from related parties	210,680,993	210,680,993	210,680,993	210,680,993
Other receivables	1,796,978,971	20,552,965,249	1,796,978,971	20,552,965,249
Pledges, funds, bets	366,696,346	366,696,346	366,696,346	366,696,346
Cash and cash equivalents	85,407,192,689	98,272,973,450	85,407,192,689	98,272,973,450
	145,243,955,306	171,998,807,119	145,243,955,306	171,998,807,119
Financial liabilities				
Accounts Payable	27,745,394,365	22,298,977,245	27,745,394,365	22,298,977,245
Payables from related parties	38,782,809,918	48,550,975,087	38,782,809,918	48,550,975,087
Accrued expenses	1,018,669,528	4,465,420,166	1,018,669,528	4,465,420,166
Other payables	236,929,532	178,251,677	236,929,532	178,251,677
Loans and financial lease debts	9,876,718,189	13,908,161,657	9,876,718,189	13,908,161,657

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

77,660,521,532

89,401,785,832

77,660,521,532

89,401,785,832

(2) Basis for determining fair value

Accounts receivable and others

The fair value of customer receivables and other receivables, excluding receivables and payables according to the construction contract plan schedule, is estimated at the present value of future cash flows, discounted at the market interest rate at the reporting date. The fair value of these tools is determined for informational purposes only.

Risk mitigation

The company does not apply a hedging accounting policy.

32. TRANSACTIONS AND BALANCES WITH PARTIES

Stakeholders with the Company include: key management members, individuals related to key management members and other stakeholders.

The list and relationship between the stakeholders and the Company are as follows:

32.1 TRANSACTIONS AND BALANCES WITH KEY MANAGEMENT PERSONNEL AND RELATED PARTIES

Related Parties

Relationship

Saigon Water Supply Corporation - One Member Limited

Parent Company

Saigon Groundwater Company Limited

Together with the parent company

Water Supply Engineering Joint Stock Company

Parent Company's Affiliates

Water Supply Construction Consulting Joint Stock Company

Parent Company's Affiliates

Cong Chanh Traffic Consulting Joint Stock Company

Parent Company's Affiliates

Branch of Saigon Water Supply Corporation-XN Clean Water Transmission

Affiliated Units

Pham Thi Thanh Van

Chairman of the Board of Directors
(dismissed from office as of 26/09/2024)

Pham Tuan Anh

Chairman of the Board of Directors
(appointed from 26/09/2024)

Ta Chuong Lam

Member of the Board of Directors

Nguyen Thi Bao Chau

Member of the Board of Directors

Tran Quang Phuong

Member of the Board of Directors

Nguyen Thi Kieu Nguyet

Member of the Board of Directors

Ho Le Minh

Member of the Board of Directors

Nguyen Doan Xa

Member of the Board of
Directors/Director

Truong Tan Quoc

Deputy Director

Pham Chi Thien

Deputy Director

Nguyen Thi Thu Huong

Head of the Supervisory Board

Pham Thien Trinh

Member of the Supervisory Board

Pham Thi Phuong Linh

Member of the Supervisory Board

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

The income of the Board of Directors in the year is as follows:

		Cumulative to Q4 2024 VND	Cumulative to Q4 2023 VND
Board of Directors			
Pham Thi Thanh Van	Chairman of the Board of Directors	664,948,950	777,262,896
Pham Tuan Anh	Chairman of the Board of Directors	151,366,408	-
Ta Chuong Lam	Member of the Board of Directors	117,379,131	138,091,136
Nguyen Thi Bao Chau	Member of the Board of Directors	127,458,142	125,454,848
Tran Quang Phuong	Member of the Board of Directors	127,699,842	134,303,232
Nguyen Thi Kieu Nguyet	Member of the Board of Directors	117,137,431	126,727,424
The Minh Lake	Member of the Board of Directors	127,699,842	134,303,232
Board of Directors			
Nguyen Doan Xa	Member of the Board of Directors/Director	927,334,941	811,824,977
Truong Tan Quoc	Deputy Director	756,064,035	631,138,854
Pham Chi Thien	Deputy Director	737,362,382	585,447,490
Supervisory Board			
Nguyen Thi Thu Huong	Head of the Supervisory Board	731,723,411	654,235,392
Pham Thien Trinh	Member of the Supervisory Board	66,381,066	73,363,712
Pham Thi Phuong Linh	Member of the Supervisory Board	66,381,066	79,045,569
		4,718,936,647	4,295,198,762

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

32.2 TRANSACTIONS AND BALANCES WITH OTHER RELATED PARTIES

During the year, the Company has incurred major operations with the following related parties:

		Cumulative to Q4 2024	Cumulative to Q4 2023
		VND	VND
Saigon Water Supply Corporation - One Member Limited			
	Buy clean water	296,811,499,808	290,299,089,730
	Purchase of goods and services	52,513,740	-
	Lease of operating assets	1,001,033,470	1,001,033,470
	Communication Partnership	117,945,454	10,965,605,000
	Dividend Distribution	11,004,036,400	10,695,605,000
Saigon Groundwater Company Limited			
	Purchase of goods and services	-	131,800,000
Water Supply Engineering Joint Stock Company			
	Purchase of goods and services	280,000,000	379,227,000
Nha Be Water Supply Joint Stock Company			
	Purchase of goods and services	-	15,629,940
N.T.P Trading Limited Liability Company			
	Purchase of goods and services	718,425,000	-

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

32.2 TRANSACTIONS AND BALANCES WITH OTHER RELATED PARTIES (CONT'D)

As of December 31, 2024, the balance of receivables/payables with related parties is as follows:

	31/12/2024	01/01/2024
	VND	VND
Saigon Water Supply Corporation - One Member Limited		
Customer receivables	210,680,993	210,680,993
Payable to the seller	38,782,809,918	48,550,975,087
Dividends payable	2,560,421	-
Cong Chanh Traffic Consulting Joint Stock Company		
Must be paid to the seller	-	363,242,069
Saigon Water Supply Corporation Branch - Clean Water Transmission		
Customer receivables	154,672,005	154,672,005

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

33. RETROACTIVE ADJUSTMENTS

After the release date of the financial statements for the fiscal year ended December 31, 2023. The Company has retroactively applied and restated the ending balance of this report in accordance with Notice No. 79/TB-KVIV dated November 11, 2024. The representation is made for the following items:

Quota	Code	Metrics re-presented Year 2023 VND	Metrics re-presented Year 2023 VND	Uneven VND
Balance Sheet				
Provision for short-term bad receivables (*)	137	(2,858,131,728)	(3,346,086,227)	(487,954,499)
Inventory	141	23,718,057,872	22,221,838,350	1,496,219,522
Prepaid expense	151	3,551,949,606	2,736,700,000	815,249,606
Taxes and other amounts receivable State	153	198,756,541	270,561,291	(71,804,750)
Tangible Fixed Assets	221	186,550,933,288	184,867,961,201	
- Historical cost	222	450,525,129,770	448,842,157,683	1,682,972,087
Taxes and payables State	313	11,753,452,345	10,745,600,006	1,007,852,339
Employee payable	314	10,875,804,501	11,791,694,236	(915,889,735)
Undistributed profit after tax	421	56,036,370,826	51,717,742,466	4,318,628,360
Undistributed profit for this period	421b	47,963,460,532	43,644,832,172	4,318,628,360
Profit and loss statement				
Cost of goods sold	11	330,408,378,019	331,904,597,541	(1,496,219,522)
Cost of sales	25	88,981,511,913	90,664,484,000	(1,682,972,087)
Administrative expenses	26	53,839,824,738	56,058,918,578	(2,219,093,840)
Current corporate income tax expenses	51	12,166,845,255	11,087,188,166	1,079,657,089
Profit after corporate income tax	60	47,963,460,532	43,644,832,172	4,318,628,360
Cash flow				
Profit before tax	01	60,130,305,787	54,732,020,338	5,398,285,449
Provisions	02	207,002,066	694,956,565	(487,954,499)
(Increase)/Decrease Inventory	10	(5,601,750,736)	(4,105,531,214)	(1,496,219,522)
Increase/(Decrease) of payables (excluding interest and CIT payable)	11	(21,076,147,566)	(20,160,257,831)	(915,889,735)
(Increase)/Decrease in upfront costs	12	(1,388,549,606)	(573,300,000)	(815,249,606)
Expenses for procurement, construction of fixed assets and other long-term	21	(44,330,861,075)	(42,647,888,988)	(1,682,972,087)

EXPLANATION OF FINANCIAL STATEMENTS

For the accounting period ended December 31, 2024

This Commentary is an integral part of the accompanying financial statements

34. APPROVAL OF FINANCIAL STATEMENTS

This financial statement has been approved and approved for issuance by the Board of Directors of the Company on January 17, 2025.

(SIGNED)

(SIGNED)

(SIGNED)

TA THI KIEU VAN
Preparer

NGUYEN HUU CUONG
Chief Accountant

NGUYEN DOAN XA
Director
Ho Chi Minh City, January 17, 2025