

**THAI NGUYEN WATER
JOINT STOCK COMPANY**

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

No: 221 /CTCPNS-KTTC
Re: Explanation of profit in the separate
financial statements for Q2 2025

Thai Nguyen, July 18, 2025

Dear:

- State Securities Commission of Vietnam.
- Hanoi Stock Exchange.

Based on Circular 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance guiding the disclosure of information on the securities market;

Based on the business performance results for Q2 2025.

The Company provides the following explanation of the business performance for Q2 2025 compared to Q2 2024:

Items	This year	Last year	Ratio (%)
Revenue from Sale & Services	59,701,676,798	55,049,396,526	8.45
Cost of goods sold and services rendered	31,456,015,333	32,546,305,860	(3.35)
Financial activities income	161,371,377	8,307,612	1,842.45
Financial Expenses	17,282,452,173	27,731,802,751	(37.68)
General and administrative expenses	5,461,280,468	5,127,101,250	6.52
Net profit after tax	78,540,734	(14,710,743,110)	(100.53)

Reasons:

Revenue from sales and service provision increased by VND 4,652,280,272, primarily due to a rise in commercial water output, representing an 8.45% increase.

Cost of goods sold decreased by VND 1,090,290,527, mainly due to lower depreciation and reduced repair costs of fixed assets.

Financial income increased by VND 153,063,765, as a result of higher interest income from savings deposits.

Financial expenses decreased by VND 10,449,350,578, primarily due to reduced loan interest expenses and lower foreign exchange losses related to the Thai Nguyen City water supply system development project, equivalent to a 37.68% decrease.

General and administrative expenses increased by VND 334,179,218, in line with the increase in revenue.

=> As the rate of revenue growth outpaced the increase in expenses, the business recorded a net profit of VND 78,540,734 in the second quarter of this year.

Therefore, Thai Nguyen Water Joint Stock Company respectfully submits this explanation to the State Securities Commission and the Hanoi Stock Exchange.

Sincerely./.

Recipients:

- As above;
- Filed Office; Accounting Department.

CHIEF EXECUTIVE OFFICER



Nguyen Xuan Hoc