

**THAI NGUYEN WATER
JOINT STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No: 222/CTCPNS-KTTC
Re: Explanation of Profit in the
Consolidated 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	64,564,375,533	57,310,957,613	12.66
Cost of Goods Sold	35,282,617,912	34,212,104,374	3.13
Financial activities income	161,505,565	8,400,207	1,822.64
Financial Expenses	17,282,452,173	27,731,802,751	(37.68)
General and administrative expenses	6,358,069,006	5,675,608,958	12.02
Net profit after tax	207,285,043	(14,591,726,066)	(101.42)

Reasons:

Revenue from sales of goods and provision of services increased by VND 7,253,417,920 due to an increase in the volume of commercial water sold.

The cost of goods sold recorded an increase of VND 1,070,513,538 (equivalent to 3.13%) compared to the same period, primarily driven by higher revenue.

Financial income increased by VND 153,105,358, mainly due to higher interest income from savings deposits..

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

General and administrative expenses increased by VND 682,460,048 as a result of higher revenue..

=> The growth rate of revenue exceeded the growth rate of expenses, leading to a net profit of VND 207,285,043 in Q2 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