

**Separate Financial Statements
for the Second Quarter of 2025**

HAI PHONG WATER JOINT STOCK COMPANY



SEPARATE STATEMENT OF FINANCIAL POSITION
As at June 30, 2025

| Codes | ASSETS | Note | 30/06/2025 VND | 01/01/2025 VND |
|------------|---|----------|--------------------------|--------------------------|
| 100 | A. CURRENT ASSETS | | 711,633,441,076 | 597,265,362,259 |
| 110 | I. Cash and cash equivalents | 3 | 15,656,368,793 | 7,825,224,346 |
| 111 | 1. Cash | | 15,656,368,793 | 7,825,224,346 |
| 120 | II. Short-term investment | | 577,800,000,000 | 487,800,000,000 |
| 123 | 1. Short-term held to maturity | | 577,800,000,000 | 487,800,000,000 |
| 130 | III. Short-term receivables | | 30,823,575,755 | 25,100,819,945 |
| 131 | 1. Short-term trade receivables | 4 | 11,217,591,416 | 9,537,424,620 |
| 132 | 2. Short-term advances to suppliers | | 3,351,310,434 | 6,683,562,056 |
| 136 | 4. Other short-term receivables | | 16,987,655,369 | 9,589,470,674 |
| 137 | 5. Provisions for short - term bad debts | | (732,981,464) | (709,637,405) |
| 140 | IV. Inventories | | 78,890,353,844 | 57,285,967,708 |
| 141 | 1. Inventories | 5 | 78,890,353,844 | 57,285,967,708 |
| 150 | V. Other current assets | | 8,463,142,684 | 19,253,350,260 |
| 151 | 1. Short-term prepaid expenses | | 116,831,500 | 359,480,500 |
| 152 | 2. VAT deductibles | | 7,671,157,496 | 18,709,009,970 |
| 153 | 3. Tax and other receivables from the State | | 675,153,688 | 184,859,790 |
| 200 | B. NON-CURRENT ASSETS | | 1,310,855,962,379 | 1,361,974,513,996 |
| 220 | II. Fixed assets | | 1,247,917,613,654 | 1,289,663,768,926 |
| 221 | 1. Tangible fixed assets | 6 | 1,246,696,931,198 | 1,288,128,866,170 |
| 222 | - Cost | | 3,617,258,331,757 | 3,557,258,593,751 |
| 223 | - Accumulated depreciation | | (2,370,561,400,559) | (2,269,129,727,581) |
| 227 | 2. Intangible fixed assets | 7 | 1,220,682,456 | 1,534,902,756 |
| 228 | - Cost | | 12,729,936,573 | 12,729,936,573 |
| 229 | - Accumulated amortisation | | (11,509,254,117) | (11,195,033,817) |
| 240 | IV. Long-term assets in progress | | 35,857,472,894 | 45,348,064,517 |
| 242 | 1. Construction in-progress | 8 | 35,857,472,894 | 45,348,064,517 |
| 250 | V. Long-term investments | | 22,638,000,000 | 22,638,000,000 |
| 251 | 1. Investments in subsidiaries | 9 | 21,938,000,000 | 21,938,000,000 |
| 255 | 5. Long-term held to maturity | | 700,000,000 | 700,000,000 |
| 260 | VI. Other non-current assets | | 4,442,875,831 | 4,324,680,553 |
| 261 | 1. Long-term prepaid expenses | | 4,442,875,831 | 4,324,680,553 |
| 270 | TOTAL ASSETS | | 2,022,489,403,455 | 1,959,239,876,255 |

SEPARATE STATEMENT OF FINANCIAL POSITION

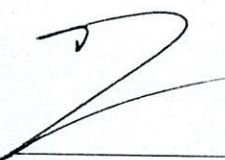
As at June 30, 2025
(continued)


| Codes | RESOURCES | Note | 30/06/2025 | 01/01/2025 |
|------------|---|-----------|--------------------------|--------------------------|
| | | | VND | VND |
| 300 | A. LIABILITIES | | 1,069,722,086,490 | 967,289,686,765 |
| 310 | I. Current liabilities | | 294,041,239,332 | 179,453,600,090 |
| 311 | 1. Short-term trade payables | 14 | 7,262,012,366 | 12,145,137,712 |
| 312 | 2. Short-term advances from customers | | 1,839,511,832 | 1,350,767,444 |
| 313 | 3. Tax payables and statutory obligations | 10 | 7,772,125,991 | 9,137,271,146 |
| 314 | 4. Payables to employees | | 57,646,833,503 | 49,406,244,524 |
| 315 | 5. Short-term accrued expenses | | 3,850,923,922 | 4,205,921,245 |
| 319 | 6. Other short-term payables | 11 | 43,686,914,095 | 11,208,920,437 |
| 320 | 7. Short-term loans and liabilities | 12 | 73,813,060,456 | 78,414,701,220 |
| 321 | 11. Provision for short-term payables | 13 | 69,159,402,477 | - |
| 322 | 8. Bonus and welfare funds | | 29,010,454,690 | 13,584,636,362 |
| 330 | II. Long-term liabilities | | 775,680,847,158 | 787,836,086,675 |
| 338 | 2. Long-term loans and liabilities | 12 | 775,680,847,158 | 787,836,086,675 |
| 400 | B. EQUITY | | 952,767,316,965 | 991,950,189,490 |
| 410 | I. Owner' equity | 15 | 952,767,316,965 | 991,950,189,490 |
| 411 | 1. Contributed charter capital | | 742,069,400,000 | 742,069,400,000 |
| 411a | Ordinary shares with voting right | | 742,069,400,000 | 742,069,400,000 |
| 418 | 2. Investment and development fund | | 157,997,290,854 | 153,161,317,242 |
| 421 | 3. Retained earning | | 52,700,626,111 | 96,719,472,248 |
| 421b | - Undistributed Profit of this year | | 52,700,626,111 | 96,719,472,248 |
| 440 | TOTAL RESOURCES | | 2,022,489,403,455 | 1,959,239,876,255 |



Tran Viet Cuong
Chairman

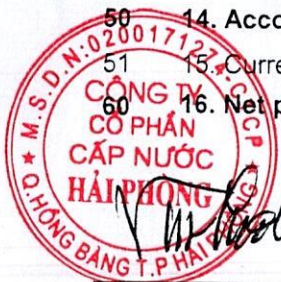
Hai Phong, July 20, 2025


Nguyen Dang Ninh
Chief Accountant


La Thi Thu Huyen
Preparer

SEPARATE STATEMENT OF INCOME
Second Quarter of 2025

| Code | ITEMS | Notes | 2nd Quarter | | Cumulative from the beginning of the year to the end of this quarter | |
|------|---|-------|------------------|----------------------|--|----------------------|
| | | | This year VND | Previous year VND | This year VND | Previous year VND |
| 01 | 1. Gross revenues from goods sold and services rendered | 16 | 310,937,402,163 | 303,389,404,191 | 604,600,601,406 | 548,963,525,943 |
| 02 | 2. Less deductions | | - | - | - | - |
| 10 | 3. Net revenues from goods sold and services rendered | | 310,937,402,163 | 303,389,404,191 | 604,600,601,406 | 548,963,525,943 |
| 11 | 4. Cost of goods sold and services rendered | 17 | 195,035,567,199 | 182,932,744,427 | 404,798,358,307 | 347,317,949,991 |
| 20 | 5. Gross profit from goods sold and services rendered | | 115,901,834,964 | 120,456,659,764 | 199,802,243,099 | 201,645,575,952 |
| 21 | 6. Financial income | 18 | 16,360,165,923 | 17,485,760,331 | 22,231,589,957 | 18,700,830,806 |
| 22 | 7. Financial expenses | 19 | 35,060,832,952 | 50,986,734,447 | 46,954,890,928 | 65,574,612,985 |
| 23 | In which: Interest expense | | 11,905,381,675 | 14,462,144,612 | 23,799,439,651 | 29,050,023,150 |
| 25 | 8. Selling expenses | 20 | 34,458,613,095 | 33,213,578,863 | 75,183,967,912 | 66,861,057,389 |
| 26 | 9. General administrative expenses | 21 | 24,012,371,906 | 26,417,134,881 | 43,995,470,076 | 44,871,645,242 |
| 30 | 10. Operating profit | | 38,730,182,934 | 27,324,971,904 | 55,899,504,140 | 43,039,091,142 |
| 31 | 11. Other incomes | 22 | 10,759,832,399 | 3,624,382,304 | 13,678,019,839 | 6,119,081,028 |
| 32 | 12. Other expenses | 23 | 3,307,833,431 | 3,398,370,406 | 6,185,191,441 | 5,791,383,320 |
| 40 | 13. Other profit | | 7,451,998,968 | 226,011,898 | 7,492,828,398 | 327,697,708 |
| 50 | 14. Accounting profit before tax | | 46,182,181,902 | 27,550,983,802 | 63,392,332,538 | 43,366,788,850 |
| 51 | 15. Current corporate income tax expense | 24 | 7,249,676,300 | 3,578,624,460 | 10,691,706,427 | 6,741,785,470 |
| 60 | 16. Net profit after tax | | 38,932,505,602 | 23,972,359,342 | 52,700,626,111 | 36,625,003,380 |



Tran Viet Cuong
Chairman
Hai Phong, July 20, 2025

Nguyen Dang Ninh
Chief Accountant

La Thi Thu Huyen
Preparer



SEPARATE STATEMENT OF CASH FLOWS
Accounting period from 01/01/2025 to 30/06/2025
(Indirect method)

| Code | ITEMS | Note | From 01/01/2025 to 30/06/2025 VND | From 01/01/2024 to 30/06/2024 VND |
|------|--|------|---|---|
| | I. CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| 01 | 1. Profit before tax | | 63,392,332,538 | 43,366,788,850 |
| | 2. Adjustments for: | | | |
| 02 | Depreciation and amortization | | 101,745,893,278 | 104,392,750,836 |
| 03 | Provisions | | 69,182,746,536 | 52,238,282,145 |
| 04 | Losses on exchange differences at the year-end | | 22,450,470,213 | 36,524,589,835 |
| 05 | (Gains) from investment activities | | (22,231,589,957) | (18,843,995,084) |
| 06 | Interest expense | | 23,799,439,651 | 29,050,023,150 |
| 08 | 3. Profit from operating activities before changes in working capital | | 258,339,292,259 | 246,728,439,732 |
| 09 | Decrease in receivables | | 14,980,600,474 | 10,731,926,766 |
| 10 | (Increase) in inventories | | (21,604,386,136) | (6,957,888,695) |
| 11 | Increase in payables (excluding interest payables/CIT payables) | | 26,203,292,624 | 6,522,727,347 |
| 12 | Decrease in prepaid expenses | | 124,453,722 | 550,338,384 |
| 14 | Interest paid | | (24,154,436,974) | (29,151,059,392) |
| 15 | Corporate income tax paid | | (10,990,586,955) | (12,308,174,654) |
| 17 | Other payments on operating activities | | (9,671,434,308) | (9,744,378,225) |
| 20 | Net cash inflow from operating activities | | 233,226,794,706 | 206,371,931,263 |
| | II. CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| 21 | 1. Purchase of fixed assets and other long-term assets | | (44,350,488,096) | (14,286,412,517) |
| 22 | 2. Proceeds from disposals of fixed assets and long-term assets | | - | 275,428,485 |
| 23 | 3. Loans granted, purchases of debt instruments of other entities | | (90,000,000,000) | (108,000,000,000) |
| 24 | 4. Collection of loans, proceeds from sales of debt instruments | | - | 6,000,000,000 |
| 27 | 7. Interest, dividends and profit received | | 14,948,434,331 | 16,899,992,901 |
| 30 | Net cash inflow from investing activities | | (119,402,053,765) | (99,110,991,131) |
| | III. CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| 34 | 4. Repayment of borrowings | | (39,207,350,494) | (37,755,012,462) |
| 36 | 6. Dividends paid | | (66,786,246,000) | (63,075,899,000) |
| 40 | Net cash inflow from financing activities | | (105,993,596,494) | (100,830,911,462) |
| 50 | Net cash flows in the year | | 7,831,144,447 | 6,430,028,670 |
| 60 | Cash and cash equivalents at beginning of the year | 3 | 7,825,224,346 | 6,637,452,083 |
| 70 | Cash and cash equivalents at the year-end | 3 | 15,656,368,793 | 13,067,480,753 |



Tran Viet Cuong
Chairman
Hai Phong, July 20, 2025

Nguyen Dang Ninh
Chief Accountant

La Thi Thu Huyen
Preparer

NOTES TO THE SEPARATE FINANCIAL STATEMENTS

Accounting period from 01/01/2025 to 30/06/2025

1. GENERAL INFORMATION

Form of ownership

Hai Phong Water Joint Stock Company was equitized from the State-owned Enterprise - Hai Phong Water Supply One Member Limited Liability Company, according to Decision No. 732/QĐ-UBND dated April 9, 2015 of Hai Phong City People's Committee. The company operates under Business Registration Certificate No. 0200171274 dated January 3, 2007 and amended for the 10th time on April 13, 2023 issued by the Department of Planning and Investment of Hai Phong City.

In addition to the Company's headquarters at 54 Dinh Tien Hoang, Hong Bang, Hai Phong, the Company has the following affiliated units:

| Unit | Address |
|---|--|
| An Duong Water Production Enterprise | No. 249 Ton Duc Thang Street, An Bien Ward, Hai Phong City |
| Central Water Supply Branch | No. 54 Dinh Tien Hoang, Hong Bang Ward, Hai Phong City |
| Hai Phong Water Supply Branch 3 | Do Nha Cluster, An Duong Ward, Hai Phong City |
| Hai Phong Water Supply Branch 4 | Nguyet Ang Hamlet, An Khanh Commune, Hai Phong City |
| Hai Phong Water Supply Branch 5 | Dong Nam Street, Cuu Vien Urban Area, Kien An Ward, Hai Phong City |
| Hai Phong Water Supply Branch 7 | Lung Dong New Urban Area, Hai An Ward, Hai Phong City |
| Hai Phong Water Supply Branch 8 | 361 Provincial Road, Hung Dao Ward, Hai Phong City |
| Pure Water Branch | No. 249 Ton Duc Thang Street, An Bien Ward, Hai Phong City |
| Network management enterprise | No. 54 Dinh Tien Hoang, Hong Bang Ward, Hai Phong City |
| Water-meter and Construction Enterprise | No. 249B Ton Duc Thang Street, An Bien Ward, Hai Phong City |
| Vinh Bao Water Supply Branch | Bac Hai Quarter, Vinh Bao Commune, Hai Phong City |
| Cat Ba Water Supply Branch | Cat Hai Special Zone, Hai Phong City |
| Project Management Unit | No. 54 Dinh Tien Hoang, Hong Bang Ward, Hai Phong City |

The company has a subsidiary, Hai Phong Number Two Water Business JSC (Note 09).

Business field

The main business activities of the Company are to exploit, produce, supply and trade clean water for consumption, production, business and other needs; trade other products and services in the water industry in Hai Phong.

Business sector

The Company's main business activities are:

- ▶ Water exploitation, treatment and supply;
- ▶ Installation of water supply, drainage, heating and air conditioning systems;
- ▶ Production of non-alcoholic beverages, mineral water.

2. ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 Accounting period and monetary currency unit

The accounting period commences annually from 1st January and ends as at 31st December.
The Company maintains its accounting records in Vietnam Dong (VND).

2.2 Accounting Standards and Accounting system

Accounting System

The Company applies Enterprise Accounting System issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and Circular No. 53/2016/TT-BTC dated 21 March 2016 amending and supplementing some articles of Circular No. 200/2014/TT-BTC.

Statement of compliance with Vietnamese standards and accounting system

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.

2.3 Basis for preparation of Separate Financial Statements

Separate Financial Statements are presented based on historical cost principle.

Separate Financial Statements of the Company are prepared based on summarization of the Financial Statements of the Company's Head Office with the Financial Statements of Project Management Unit - a dependent accounting unit.

In the Separate Financial Statements of the Company, the intra-group balances and transactions related to assets, equity, receivables and payables are eliminated in full.

2.4 Financial instruments

Initial recognition

Financial assets

Financial assets of the Company include cash, cash equivalents, trade receivables, other receivables, lending loans. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

Financial liabilities

Financial liabilities of the Company include borrowings, trade payables, other payables and accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expenses directly related to the issuance of those liabilities.

Subsequent measurement after initial recognition

There are currently no specific regulations on revaluation of financial instruments after initial recognition.

2.5 Foreign currency transactions

Transactions in currencies other than the accounting currency of the Company during the fiscal year are recorded at actual rate of exchange ruling at transaction dates.

Actual exchange rates for year-end revaluations of monetary items denominated in foreign currencies are determined by at the balance sheet date under the following principles:

- ▶ Accounts classified as assets are revaluated at buying exchange rates of commercial banks where the Company regularly conducts transactions;
- ▶ Cash deposited at bank are revaluated at buying exchange rates of commercial bank where the Company opens such foreign bank accounts;
- ▶ Accounts classified as liabilities are revaluated at selling exchange rates of commercial banks where the Company regularly conducts transactions.

All exchange differences arising from foreign currency transaction in the year and from revaluation of remaining foreign currency monetary at the end of the year shall be recorded into the financial income or expense in the fiscal year.

2.6 Cash and cash equivalents

Cash comprises cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 3 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

2.7 Financial Investment

Held-to-maturity investments include bank deposits with a maturity period exceeding three months.

Investments in subsidiaries are initially recognized at original cost. After initial recognition, the value of these investments is measured at original cost less provision for devaluation of investments.

Provision for devaluation of investments is made at the end of the year as follows:

- ▶ Provision for devaluation of investment in subsidiaries is made at the end of the period, based on the Financial Statement of the subsidiary at the time of making the provision. Provision for devaluation of investment is made when the investee incurs a loss.
- ▶ For investments held to maturity: based on the ability to recover, set up provisions for doubtful debts according to the provisions of law.

2.8 Receivables

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimating the possible losses.

2.9 Inventories

At initial recognition, inventories are stated at the cost comprising all costs of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and

condition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Cost of inventories is calculated by weighted average method.
Inventories are recorded by perpetual method.

The value of work in progress is recorded for each project that is incomplete or of which revenue is unrecognised, corresponding to the amount of work in progress at the end of the year.

2.10 Fixed assets

Tangible and intangible fixed assets are stated at its historical cost. During the using time, tangible and intangible fixed assets are recorded at cost, accumulated depreciation and carrying amount.

Fixed assets are depreciated using the straight-line method over their estimated useful life as follows:

| | |
|---|---------------|
| ▶ Buildings and structures | 05 - 25 years |
| ▶ Machinery, equipment | 05 - 10 years |
| ▶ Vehicles and transportation equipment | 06 - 15 years |
| ▶ Management equipment | 03 - 05 years |
| ▶ Software | 03 - 08 years |
| ▶ Other fixed assets | 03 - 05 years |

For fixed assets handed over from the completed constructions in this year but not yet approved the settlement, the temporary value which was added to the cost of fixed assets was calculated on the basis of accumulated expenditure up to the time that assets were handed over. When the value of the settlement is approved, the cost of fixed assets will be adjusted according to the approved value.

2.11 Prepaid expenses

The expenses incurred but related to results of business operations of several accounting periods are recorded as prepaid expenses and are amortized to the income statement in the following accounting periods.

The calculation and allocation of long-term prepaid expenses to profit and loss account in the period should be based on nature of those expenses to select a reasonable method and allocated factors. Prepaid expenses are allocated partly into operating expenses on a straight-line basis.

2.12 Payables

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. The payables shall be classified into short-term payables or long-term payables on the financial statements according to their remaining terms at the reporting date.

2.13 Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. Construction in progress is not depreciated until the relevant assets are completed and put into use.

2.14 Operating lease

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to income statement on a straight-line basis over the period of the lease.

2.15 Borrowings

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings. In case of borrowings or liabilities denominated in foreign currency, they shall be recorded in details in terms of types of currency.

2.16 Borrowing costs

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

2.17 Accrued expenses

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting period, but the payments for such goods or services have not been made. Which are recorded as operating expenses of the reporting period.

The recording of accrued expenses as operating expenses during the period shall be carried out under the matching principle between revenues and expenses during the year. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

2.18 Provision for payables

Value recorded as a provision for payable is the most reasonably estimated amount required to settle the present debt obligation at the end of the accounting period.

2.19 Investment and development fund, Bonus and welfare fund

The Investment and development fund, Bonus and welfare fund are extracted from net profit after tax (details can be found in Note 15 – Equity).

2.20 Owner's equity

Owner's equity is stated at actually contributed capital of the Investors.

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profit appropriation or loss handling of the Company.

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after the announcement of dividend payment from the Board of Management and announcement of cut-off date for dividend payment of Vietnam Securities Depository and Clearing Corporation.

2.21 Revenue

Revenue from goods sold

Revenue from goods sold is recognized when all the following conditions are met:

- ▶ The significant risks and rewards of ownership of the goods have been transferred to the buyer;
- ▶ The Company no longer retains control over the goods as the owner or control over the goods;
- ▶ Revenue can be reliably measured;
- ▶ The Company has received or will receive economic benefits from the sales transaction;
- ▶ The costs incurred, or to be incurred, in respect of the transaction can be measured reliably.

Revenue from rendering of services

Service revenue is recognized when all the following conditions are met:

- ▶ Revenue can be reliably measured;

- ▶ It is probable that economic benefits associated with transactions will flow to the Company;
- ▶ The stage of completion at the balance sheet date can be measured reliably; and
- ▶ The costs incurred, or to be incurred, in respect of the transaction can be measured reliably.

Financial income

Financial incomes include income from interest and other financial gains earned by the Company should be recognized when these two conditions are satisfied:

- ▶ It is probable that economic benefits associated with transaction will flow to the Company; and
- ▶ The amount of revenue can be measured reliably.

2.22 Financial expenses

Items recorded into financial expenses consist of:

- ▶ Expenses of capital borrowing;
- ▶ Loss due to foreign exchange differences arising from transactions relating to foreign currencies...

The above items are recorded by the total amount arising in the year without offsetting against financial income.

2.23 Corporate income tax

Current corporate income tax expenses are determined based on taxable income during the year and current corporate income tax rate (20%).

2.24 Related parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- ▶ Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- ▶ Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- ▶ Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

In considering the relationship of related parties to serve for the preparation and presentation of the Financial Statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

3. Cash and cash equivalents

| | <u>30/06/2025</u> | <u>01/01/2025</u> |
|--------------|-----------------------|----------------------|
| | VND | VND |
| Cash on hand | 61,567,253 | 58,866,906 |
| Cash in bank | 15,594,801,540 | 7,766,357,440 |
| | <u>15,656,368,793</u> | <u>7,825,224,346</u> |

4. Short-term trade receivables

| | <u>30/06/2025</u> | <u>01/01/2025</u> |
|--|-----------------------|----------------------|
| | VND | VND |
| Receivables from clean water charges | 6,464,396,274 | 5,070,075,548 |
| Receivables from water meter placement | 3,994,557,300 | 4,057,744,516 |
| Others | 758,637,842 | 409,604,556 |
| | <u>11,217,591,416</u> | <u>9,537,424,620</u> |

5. Inventories

| | <u>30/06/2025</u> | <u>01/01/2025</u> |
|------------------|-----------------------|-----------------------|
| | VND | VND |
| Raw material | 76,800,580,127 | 55,430,217,013 |
| Tools, supplies | 732,758,902 | 687,684,849 |
| Work in progress | 1,271,494,435 | 1,083,975,534 |
| Finished goods | 85,520,380 | 84,090,312 |
| | <u>78,890,353,844</u> | <u>57,285,967,708</u> |

6. Tangible fixed assets

| | Buildings VND | Machinery and equipment VND | Vehicles equipment VND | Management equipment VND | Other assets VND | Total VND |
|---------------------------------|--------------------------|-----------------------------------|------------------------------|--------------------------------|------------------------|--------------------------|
| Historical cost | | | | | | |
| As at 01/01/2025 | 1,148,920,340,509 | 318,283,071,541 | 2,068,505,114,392 | 10,497,922,316 | 11,052,144,993 | 3,557,258,593,751 |
| Increase in the period | 255,800,000 | 3,595,957,000 | 56,147,981,006 | - | - | 59,999,738,006 |
| - Purchase in the period | 255,800,000 | 2,217,860,000 | - | - | - | 2,473,660,000 |
| - Construction complete | - | - | 56,147,981,006 | - | - | 56,147,981,006 |
| - Other increases | - | 1,378,097,000 | - | - | - | 1,378,097,000 |
| As at 30/06/2025 | 1,149,176,140,509 | 321,879,028,541 | 2,124,653,095,398 | 10,497,922,316 | 11,052,144,993 | 3,617,258,331,757 |
| Accumulated depreciation | | | | | | |
| As at 01/01/2025 | 657,527,427,450 | 216,510,734,564 | 1,376,183,709,696 | 8,523,419,221 | 10,384,436,650 | 2,269,129,727,581 |
| Increase in the period | 36,733,822,322 | 9,144,903,708 | 55,186,133,716 | 311,419,054 | 55,394,178 | 101,431,672,978 |
| - Depreciation for the year | 36,733,822,322 | 9,144,903,708 | 55,186,133,716 | 311,419,054 | 55,394,178 | 101,431,672,978 |
| As at 30/06/2025 | 694,261,249,772 | 225,655,638,272 | 1,431,369,843,412 | 8,834,838,275 | 10,439,830,828 | 2,370,561,400,559 |
| Net carrying amount | | | | | | |
| As at 01/01/2025 | 491,392,913,059 | 101,772,336,977 | 692,321,404,696 | 1,974,503,095 | 667,708,343 | 1,288,128,866,170 |
| As at 30/06/2025 | 454,914,890,737 | 96,223,390,269 | 693,283,251,986 | 1,663,084,041 | 612,314,165 | 1,246,696,931,198 |

7. Intangible fixed assets

The Company's intangible fixed assets are computer software with specific information as follows:

- ▶ Historical cost as of 30/06/2025 is VND 12,729,936,573;
- ▶ Depreciation during the period is VND 314,220,300;
- ▶ Accumulated depreciation as of 30/06/2025 is VND 11,509,254,117.

8. Construction in progress

| | 30/06/2025 VND | 01/01/2025 VND |
|--|-----------------------|-----------------------|
| Construction in progress | 7,783,499,822 | 19,930,058,553 |
| Major repairs, maintenance, and installation of water meters | 28,073,973,072 | 25,418,005,964 |
| | <u>35,857,472,894</u> | <u>45,348,064,517</u> |

9. Long-term investments

Investment in subsidiaries

| | 01/01/2025 | | 30/06/2025 | |
|---|-----------------------|------------------|-----------------------|------------------|
| | Original cost VND | Provision VND | Original cost VND | Provision VND |
| Hai Phong Number Two Water Business JSC | 21,938,000,000 | - | 21,938,000,000 | - |
| | <u>21,938,000,000</u> | <u>-</u> | <u>21,938,000,000</u> | <u>-</u> |

Details of investments in subsidiaries:

| Name | Address | Proportion of Benefit and Voting | Main activities |
|---|---------------------------------------|----------------------------------|---|
| Hai Phong Number Two Water Business JSC | Do Nha, An Duong Ward, Hai Phong City | 65.29% | Exploitation, treatment and supply of clean water |

Significant transactions between the Company and its Subsidiaries during the period are presented in note 26.

10. Tax payables and statutory obligations

| | 30/06/2025 VND | 01/01/2025 VND |
|----------------------|----------------------|----------------------|
| Corporate income tax | 6,253,701,300 | 6,552,581,828 |
| Natural resource tax | - | 299,445,100 |
| Other payables | 1,518,424,691 | 2,285,244,218 |
| | <u>7,772,125,991</u> | <u>9,137,271,146</u> |

11. Other payables

| | 30/06/2025 VND | 01/01/2025 VND |
|---|-----------------------|-----------------------|
| Short-term | | |
| Payables for major repair costs and construction | 18,108,658,015 | 1,602,470,560 |
| Payables to internal units for unpaid expenses | 3,967,130,733 | 3,895,722,111 |
| Payables for drainage services remitted to the State budget | 15,517,017,189 | 1,030,434,036 |
| Payables for water bottle deposit | 4,184,000,000 | 3,932,250,000 |
| Others | 1,910,108,158 | 748,043,730 |
| | 43,686,914,095 | 11,208,920,437 |

12. Loans

| | 30/06/2025 VND | 01/01/2025 VND |
|-------------------------|------------------------|------------------------|
| Short-term loans | | |
| Long-term loans due | | |
| 2A Project | 6,249,690,313 | 12,499,380,622 |
| Minh Duc Project | 147,148,145 | 294,296,283 |
| ADB Project | 67,416,221,998 | 65,621,024,315 |
| | 73,813,060,456 | 78,414,701,220 |
| Long-term loans | | |
| ADB Project | 775,680,847,158 | 787,836,086,675 |
| | 775,680,847,158 | 787,836,086,675 |

13. Provision for short-term payables

| | 30/06/2025 VND | 01/01/2025 VND |
|--|-----------------------|-------------------|
| Scheduled repairs | 64,741,557,442 | - |
| Maintenance, regular repairs, installation of water meter as planned according to Decree No. 117 | 4,417,845,035 | - |
| | 69,159,402,477 | - |

14. Short-term trade payables

| | <u>30/06/2025</u> | <u>01/01/2024</u> |
|--|-----------------------------|------------------------------|
| | VND | VND |
| <i>Construction related payables</i> | | |
| An Viet Haiphong CTS JSC. | - | 2,164,168,087 |
| Duc Thinh Trading & Engineering Corp. | - | 2,501,080,980 |
| CDT Vietnam Construction Investment and Technology Transfer Jsc. | 127,836,500 | 127,836,500 |
| Others | 97,400,000 | 2,036,589,674 |
| <i>Business related payables</i> | | |
| Haiphong Power Co., Ltd. | 2,184,203,297 | 2,036,304,466 |
| Exploiting irrigation companies | - | 487,927,475 |
| Thao Tin Vu Co., Ltd. | 532,456,000 | - |
| Phu Thai import export trading investment JSC | 407,460,000 | 299,860,000 |
| Son Nguyen technology Co., Ltd. | 433,948,200 | - |
| Nhabeco | - | 1,191,632,920 |
| Others | 3,478,708,369 | 1,299,737,610 |
| | <u>7,262,012,366</u> | <u>12,145,137,712</u> |

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15. Owner's equity

a) Changes in owner's equity

| | Contributed charter capital | Development Investment Fund | Retained earnings | Total |
|-------------------------------|--------------------------------|--------------------------------|-----------------------|------------------------|
| | VND | VND | VND | VND |
| As at 01/01/2024 | 742,069,400,000 | 148,693,227,492 | 89,361,795,005 | 980,124,422,497 |
| Profit of the previous period | - | - | 36,625,003,380 | 36,625,003,380 |
| Distribution of profit | - | 4,468,089,750 | (89,361,795,005) | (84,893,705,255) |
| As at 30/06/2024 | 742,069,400,000 | 153,161,317,242 | 36,625,003,380 | 931,855,720,622 |
| As at 01/01/2025 | 742,069,400,000 | 153,161,317,242 | 96,719,472,248 | 991,950,189,490 |
| Profit of this period | - | - | 52,700,626,111 | 52,700,626,111 |
| Distribution of profit (*) | - | 4,835,973,612 | (96,719,472,248) | (91,883,498,636) |
| As at 30/06/2025 | 742,069,400,000 | 157,997,290,854 | 52,700,626,111 | 952,767,316,965 |

(*) The Company distributes profits of 2024 according to Resolution No. 09/NQ-ĐHĐCĐ-2025 dated April 17, 2025 of the 2025 Annual General Meeting of Shareholders of Hai Phong Water Joint Stock Company.

b) Details of Contributed capital

| | 30/06/2025 | Rate | 01/01/2025 | Rate |
|---|------------------------|-------------|------------------------|-------------|
| | VND | % | VND | % |
| State capital contribution | 597,978,400,000 | 80.58% | 597,978,400,000 | 80.58% |
| Other shareholders capital contribution | 144,091,000,000 | 19.42% | 144,091,000,000 | 19.42% |
| | 742,069,400,000 | 100% | 742,069,400,000 | 100% |

c) Capital transactions with owners and distribution of dividends and profits

| | From 01/01/2025 to 30/06/2025 | From 01/01/2024 to 30/06/2024 |
|---|----------------------------------|----------------------------------|
| | VND | VND |
| Contributed charter capital: | | |
| - At the beginning of the year | 742,069,400,000 | 742,069,400,000 |
| - At the end of the year | 742,069,400,000 | 742,069,400,000 |
| Distributed dividends and profit: | | |
| - Dividend payable at the beginning of the year | - | - |
| - Dividend payable in the period | 66,786,246,000 | 63,075,899,000 |
| + Dividend payable from last year's profit | 66,786,246,000 | 63,075,899,000 |
| + Dividend payable from this period's profit | - | - |
| - Dividend paid in the year | 66,786,246,000 | 63,075,899,000 |
| + Dividend paid from last year's profit | 66,786,246,000 | 63,075,899,000 |
| + Dividend paid from this period's profit | - | - |
| Dividend payable at the end of the year | - | - |

d) Share

| | 30/06/2025 | 01/01/2025 |
|---|------------|------------|
| | VND | VND |
| Quantity of authorized issuing shares | 74,206,940 | 74,206,940 |
| Quantity of issued shares and fully contributed | 74,206,940 | 74,206,940 |
| - Common shares | 74,206,940 | 74,206,940 |
| Quantity of outstanding shares in circulation | 74,206,940 | 74,206,940 |
| - Common shares | 74,206,940 | 74,206,940 |
| Par value per share: VND 10,000 | | |

16. Gross revenues from goods sold and services rendered

| | From 01/01/2025 to 30/06/2025 | From 01/01/2024 to 30/06/2024 |
|---|----------------------------------|----------------------------------|
| | VND | VND |
| Clean water | 597,444,812,702 | 542,015,860,260 |
| Water meter placement | 1,830,108,719 | 2,085,594,865 |
| Purified water | 5,325,679,985 | 4,862,070,818 |
| | 604,600,601,406 | 548,963,525,943 |
| In which, revenue from related parties (Details in Note 26) | 897,870,212 | 726,775,248 |

17. Cost of good solds and services rendered

| | From 01/01/2025 to 30/06/2025 VND | From 01/01/2024 to 30/06/2024 VND |
|--|---|---|
| Clean water | 398,164,255,206 | 340,834,371,568 |
| Water meter placement | 1,731,637,333 | 1,958,846,523 |
| Purified water | 4,902,465,768 | 4,524,731,900 |
| | 404,798,358,307 | 347,317,949,991 |
| In which, cost of services from related parties (Details in Note 26) | 88,574,760 | 271,341,216 |

18. Financial Income

| | From 01/01/2025 to 30/06/2025 VND | From 01/01/2024 to 30/06/2024 VND |
|--|---|---|
| Interest on savings | 12,297,789,557 | 8,910,705,099 |
| Dividends, profits earned | 9,933,800,400 | 9,657,861,500 |
| Gain on exchange difference in the year | - | 132,264,207 |
| | 22,231,589,957 | 18,700,830,806 |
| In which, financial income from related parties (Details in Note 26) | 9,933,800,400 | 9,657,861,500 |

19. Financial expenses

| | From 01/01/2025 to 30/06/2025 VND | From 01/01/2024 to 30/06/2024 VND |
|---|---|---|
| Interest expense | 23,799,439,651 | 29,050,023,150 |
| Loss on exchange difference in the year | 704,981,064 | - |
| Loss on exchange difference at the year-end | 22,450,470,213 | 36,524,589,835 |
| | 46,954,890,928 | 65,574,612,985 |

20. Selling expenses

| | From 01/01/2025 to 30/06/2025 VND | From 01/01/2024 to 30/06/2024 VND |
|----------------------------|---|---|
| Labor | 56,767,239,763 | 47,807,663,033 |
| Material, offices supplies | 498,718,427 | 372,379,486 |
| Depreciation | 11,010,530,061 | 12,202,294,219 |
| External services | 6,114,519,382 | 5,745,882,996 |
| Others | 792,960,279 | 732,837,655 |
| | 75,183,967,912 | 66,861,057,389 |

21. General administrative expenses

| | From 01/01/2025 to 30/06/2025 | From 01/01/2024 to 30/06/2024 |
|----------------------------|----------------------------------|----------------------------------|
| | VND | VND |
| Labor | 23,875,704,681 | 20,878,619,422 |
| Material, offices supplies | 1,992,097,986 | 1,963,475,641 |
| Depreciation | 1,827,490,932 | 1,726,977,607 |
| External services | 10,248,651,371 | 14,312,898,238 |
| Others | 6,051,525,106 | 5,989,674,334 |
| | 43,995,470,076 | 44,871,645,242 |

22. Other Income

| | From 01/01/2025 to 30/06/2025 | From 01/01/2024 to 30/06/2024 |
|------------------------------|----------------------------------|----------------------------------|
| | VND | VND |
| Water testing | 530,550,000 | 547,180,000 |
| Drainage collection services | 5,628,060,009 | 5,198,538,500 |
| Others | 7,519,409,830 | 373,362,528 |
| | 13,678,019,839 | 6,119,081,028 |

23. Other Expenses

| | From 01/01/2025 to 30/06/2025 | From 01/01/2024 to 30/06/2024 |
|------------------------------|----------------------------------|----------------------------------|
| | VND | VND |
| Water testing | 415,793,162 | 416,661,705 |
| Drainage collection services | 5,606,290,872 | 5,170,628,175 |
| Others | 163,107,407 | 204,093,440 |
| | 6,185,191,441 | 5,791,383,320 |

24. Corporate income tax

| | From 01/01/2025 to 30/06/2025 | From 01/01/2024 to 30/06/2024 |
|--|----------------------------------|----------------------------------|
| | VND | VND |
| Total profit before tax: | 63,392,332,538 | 43,366,788,850 |
| Adjustments: | | |
| <i>Dividends and profits distributed</i> | <i>(9,933,800,400)</i> | <i>(9,657,861,500)</i> |
| Taxable income | 53,458,532,138 | 33,708,927,350 |
| Tax rate | 20% | 20% |
| Current corporate income tax | 10,691,706,427 | 6,741,785,470 |

25. Subsequent events

There have been no significant events occurring after the accounting period, which would require adjustments or disclosures to be made in the Separate Financial Statements.

26. Transactions and balances with related parties

During the period, the Company had the following transactions with related parties:

| | <u>Relationship</u> | <u>Transaction</u> | <u>From 01/01/2025 to 30/06/2025</u> | <u>From 01/01/2024 to 30/06/2024</u> |
|------------------|---------------------|---------------------|--|--|
| Hai Phong Number | Subsidiary | Dividend receivable | 9,933,800,400 | 9,657,861,500 |
| Two Water | | Selling clean water | 897,870,212 | 726,775,248 |
| Business JSC | | Buy clean water | 88,574,760 | 271,341,216 |

27. Segment reporting

The Company's main business activity is to provide clean water and takes place in Hai Phong city, so the Company does not prepare Segment Reports by business sector and geographical area.



Tran Viet Cuong
Chairman

Hai Phong, July 20, 2025

Nguyen Dang Ninh
Chief Accountant

La Thi Thu Huyen
Preparer

