

SONADEZI CORPORATION
DONG NAI WATER JOINT STOCK COMPANY

SOCIALIST REPUBLIC OF VIETNAM
Independence – Freedom – Happiness

No: 212 /TB-CN

Dong Nai, August 21, 2025

PERIODIC DISCLOSURE OF FINANCIAL STATEMENTS

To: Hanoi Stock Exchange

Pursuant to the provisions of Clause 3, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding information disclosure on the stock market, Dong Nai Water Joint Stock Company hereby discloses the reviewed 2025 Semi-Annual Financial Statements (FS) to the Hanoi Stock Exchange as follows:

1. Organization name: Dong Nai Water Joint Stock Company

- Stock code: DNW
- Address: No. 48, Cach Mang Thang Tam street, Tran Bien ward, Dong Nai province, Vietnam
- Contact phone: 0251 3843316
- Email: capnuocdongnai@dowaco.vn; Website: dowaco.vn

2. Information disclosure content:

- The reviewed 2025 semi-annual FS:

☒ Separate FS *(The listed organization has no subsidiaries and the superior accounting unit has affiliated units);*

☒ Consolidated FS *(The listed organization has subsidiaries);*

☐ Consolidated FS *(The listed organization has an affiliated accounting unit with its own accounting regime).*

- Cases that require explanation:

+ The audit organization gives an opinion that is not an unqualified opinion on the FS *(for the reviewed/audited FS):*

☐ Yes

☒ No

Explanatory document in case of “Yes”:

☐ Yes

☐ No

+ The difference between the profit after tax in the reporting period before and after auditing is 5% or more, changing from loss to profit or vice versa *(for reviewed/audited FS):*

☐ Yes

☒ No

Explanatory document in case of “Yes”:

☐ Yes

☐ No

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

☐ Yes

☒ No

Explanatory document in case of “Yes”:

☐ Yes

☐ No

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

☐ Yes

☒ No

Explanatory document in case of “Yes”:

☐ Yes

☐ No

This information was published on the company's website on...21.../08/2025 at the link <https://dowaco.vn/quan-he-co-dong>.

Enclosed:

- The reviewed 2025 semi-annual
Separate and Consolidated FS.

**Legal Representative/Authorized
Information Disclosure Officer**



Nguyen Cao Ha

**DONG NAI WATER
JOINT STOCK COMPANY
AND ITS SUBSIDIARIES**

REVIEWED CONSOLIDATED FINANCIAL STATEMENTS
For the six-month period ended 30 June 2025

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

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DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

MANAGEMENT'S REPORT

Management of Dong Nai Water Joint Stock Company (hereinafter referred to as "the Company") hereby presents its report and the audited consolidated financial statements of the Company and its subsidiaries (together with the Company hereinafter referred to as "the Group") for the six-month period ended 30 June 2025.

MEMBERS OF THE BOARD OF DIRECTORS, THE SUPERVISORY COMMITTEE AND MANAGEMENT

Members of the Board of Directors during the period and on the date of this report include:

<u>Full name</u>	<u>Position</u>
Ms. Pham Thi Hong	Chairperson (Appointed on 28 February 2025)
Mr. Dang Van Chat	Chairperson (Resigned on 28 February 2025)
Mr. Nguyen Van Thien	Member
Mr. Tran Van Nguyen	Member
Mr. Nguyen Cao Ha	Member
Mr. Pham Anh Tuan	Member
Mr. Vo Van Binh	Member
Mr. Nguyen Cong Hieu	Member

Members of the Supervisory Committee during the period and on the date of this report include:

<u>Full name</u>	<u>Position</u>
Ms. Le Thi Ngoc Sau	Head
Mr. Nguyen An Quoc	Member
Mr. Nguyen Duy Khang	Member

Members of management during the period and on the date of this report include:

<u>Full name</u>	<u>Position</u>
Mr. Tran Van Nguyen	Director (Appointed on 01 March 2025)
Ms. Pham Thi Hong	Director (Resigned on 01 March 2025)
Mr. Dang Van Chat	Vice Director
Mr. Nguyen Cao Ha	Vice Director
Mr. Le Thanh Trung	Vice Director (Appointed on 01 April 2025)

AUDITOR

The accompanying consolidated financial statements were reviewed by RSM Vietnam Auditing & Consulting Company Limited, a member firm of RSM International.

RESPONSIBILITY OF MANAGEMENT

The Company's management is responsible for preparing the consolidated financial statements of each period which give a true and fair view of the consolidated financial position of the Group and the consolidated results of its operations and its consolidated cash flows. In preparing these consolidated financial statements, management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any departures that need to be disclosed and explained in the consolidated financial statements;

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

MANAGEMENT'S REPORT (CONTINUED)

- Prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business; and
- Design and implement the internal control system effectively for a fair preparation and presentation of the consolidated financial statements so as to mitigate error or fraud.

Management confirms that the Group has complied with the above requirements in preparing these consolidated financial statements.

Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the consolidated financial position of the Group and ensure that the consolidated financial statements comply with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and prevailing accounting regulations in Vietnam. Management is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT BY MANAGEMENT

In management's opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 2025 and the consolidated results of its operations and its consolidated cash flows for the financial year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and prevailing accounting regulations in Vietnam.

For and on behalf of management



Tran Van Nguyen
Director

Dong Nai, 15 August 2025

No: 35/2025/SX-RSMHCM

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To: **Shareholders**
The Board of Directors
Management
DONG NAI WATER JOINT STOCK COMPANY

We have reviewed the accompanying interim consolidated financial statements of Dong Nai Water Joint Stock Company and its subsidiaries prepared on 15 August 2025 as set out from page 05 to page 47, which comprise the consolidated statement of financial position as at 30 June 2025, the consolidated income statement, the consolidated cash-flow statement for the six-month period then ended and selected notes to the consolidated financial statements.

Management's Responsibility

Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Vietnamese Accounting Standards and Vietnamese Corporate Accounting System and relevant legislation as to the preparation and presentation of interim consolidated financial statements and for such internal control as management determines is necessary to enable the preparation and presentation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express a conclusion on these interim consolidated financial statements based on our review. We conducted our review in accordance with the Vietnamese Standard on Review Engagements 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

A review of interim consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

(See the next page)

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION (CONTINUED)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not give a true and fair view of the consolidated financial position of Dong Nai Water Joint Stock Company and its subsidiaries as at 30 June 2025, and of the consolidated results of its financial performance and its consolidated cash flows for the six month period then ended in accordance with Vietnamese Accounting Standards and Vietnamese Corporate Accounting System issued under Circular 200/2014/TT-BTC dated 22 December 2014, Circular 53/2016/TT-BTC dated 21 March 2016 and guidance on preparation and presentation of consolidated financial statements under Circular 202/2014/TT-BTC dated 22 December 2014 by Ministry of Finance and relevant legislation as to the preparation and presentation of interim consolidated financial statements.

pp GENERAL DIRECTOR



Trình Thanh Thanh

Vice General Director

Audit Practice Registration Certificate:

2820-2025-026-1

RSM Vietnam Auditing & Consulting Company Limited

Ho Chi Minh City, 15 August 2025

As disclosed in Note 2.1 to the notes to the consolidated financial statements, the accompanying consolidated financial statements are not intended to present the consolidated financial position, consolidated financial performance and consolidated cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

Form B 01 - DN/HN

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

Expressed in VND

ASSETS	Code	Notes	As at 30 Jun. 2025	As at 01 Jan. 2025
A. CURRENT ASSETS	100		740,076,911,263	817,442,877,562
I. Cash and cash equivalents	110		61,221,827,681	41,792,675,739
1. Cash	111	4.1	61,221,827,681	41,792,675,739
II. Current financial investments	120		552,000,000,000	664,200,000,000
1. Held to maturity investments	123	4.2	552,000,000,000	664,200,000,000
III. Current account receivables	130		77,458,784,746	65,133,208,554
1. Trade receivables	131	4.3	50,816,834,118	42,204,513,209
2. Advances to suppliers	132	4.4	15,793,403,682	4,828,504,441
3. Other current receivables	136	4.5	16,796,475,127	24,048,119,085
4. Provision for doubtful debts	137	4.6	(5,947,928,181)	(5,947,928,181)
IV. Inventories	140	4.7	49,063,113,426	44,576,708,453
1. Inventories	141		49,317,912,334	44,831,507,361
2. Provision for decline in value of inventories	149		(254,798,908)	(254,798,908)
V. Other current assets	150		333,185,410	1,740,284,816
1. Current prepayments	151	4.11	204,329,043	406,485,165
2. Value added tax deductible	152		128,856,367	1,181,528,576
3. Tax and other receivables from the state budget	153	4.13	-	152,271,075
B. NON-CURRENT ASSETS	200		2,652,966,812,305	2,705,993,364,323
I. Fixed assets	220		2,420,133,332,066	2,457,823,713,725
1. Tangible fixed assets	221	4.9	2,128,569,302,964	2,162,478,110,704
Cost	222		5,617,491,431,359	5,504,244,096,915
Accumulated depreciation	223		(3,488,922,128,395)	(3,341,765,986,211)
2. Intangible fixed assets	227	4.10	291,564,029,102	295,345,603,021
Cost	228		375,583,534,291	375,463,534,291
Accumulated amortisation	229		(84,019,505,189)	(80,117,931,270)
II. Non-current assets in progress	240		153,927,846,754	168,437,411,003
1. Construction in progress	242	4.8	153,927,846,754	168,437,411,003
III. Non-current financial investments	250	4.2	52,804,250,936	54,845,648,605
1. Investments in associates, joint-ventures	252		18,442,131,108	19,672,049,566
2. Investment in other entities	253		54,209,842,490	54,209,842,490
3. Provision for non-current investments	254		(19,847,722,662)	(19,036,243,451)
IV. Other non-current assets	260		26,101,382,549	24,886,590,990
1. Non-current prepayments	261	4.11	26,101,382,549	24,886,590,990
TOTAL ASSETS (270 = 100 + 200)	270		3,393,043,723,568	3,523,436,241,885

(See the next page)

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

Form B 01 - DN/HN

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

As at 30 June 2025

Expressed in VND

RESOURCES	Code	Notes	As at 30 Jun. 2025	As at 01 Jan. 2025
C. LIABILITIES	300		1,056,729,984,271	1,077,643,004,439
I. Current liabilities	310		473,573,528,392	472,917,580,128
1. Trade payables	311	4.12	49,476,803,015	60,628,524,458
2. Advances from customers	312		5,432,139,468	6,041,087,090
3. Taxes and amounts payable to the state budget	313	4.13	25,760,637,984	15,070,984,256
4. Payables to employees	314	4.14	50,352,513,458	73,447,730,583
5. Accrued expenses	315	4.15	41,254,125,382	9,130,233,679
6. Other current payables	319	4.16	18,454,033,684	17,374,196,605
7. Current loans and obligations under finance leases	320	4.17	208,619,555,764	223,201,073,681
8. Bonus and welfare fund	322	4.18	74,223,719,637	68,023,749,776
II. Non-current liabilities	330		583,156,455,879	604,725,424,311
1. Advances from customers	332		6,449,722,373	6,608,516,442
2. Other non-current payables	337		-	1,382,977,596
3. Non-current loans and obligations under finance leases	338	4.17	576,706,733,506	596,733,930,273
D. OWNERS' EQUITY	400		2,336,313,739,297	2,445,793,237,446
I. Equity	410	4.19.1	2,336,313,739,297	2,445,793,237,446
1. Owners' contributed capital	411		1,200,000,000,000	1,200,000,000,000
Ordinary shares carrying voting rights	411a		1,200,000,000,000	1,200,000,000,000
2. Share premium	412		118,520,157,819	118,520,157,819
3. Other contributed capital	414		26,218,693,500	26,218,693,500
4. Asset revaluation reserve	416		(64,235,766,100)	(64,235,766,100)
5. Investment and development fund	418		386,938,592,959	297,447,141,822
6. Retained earnings	421		540,488,775,814	746,419,618,043
Beginning accumulated retained earnings	421a		427,576,039,047	413,716,576,261
Retained earnings of the current year	421b		112,912,736,767	332,703,041,782
7. Non-controlling interest	429		128,383,285,305	121,423,392,362
TOTAL RESOURCES (440 = 300 + 400)	440		3,393,043,723,568	3,523,436,241,885



Tran Van Nguyen
Director

Nguyen Thu Oanh
Chief Accountant

Nguyen Bach Thao
Preparer

Dong Nai, 15 August 2025

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

Form B 02 - DN/HN

CONSOLIDATED INCOME STATEMENT
For the six-month period ended 30 June 2025

Expressed in VND

ITEMS	Code	Note	Current period	Previous period
1. Revenue	01	5.1	655,575,294,698	646,733,531,391
2. Net revenue	10		655,575,294,698	646,733,531,391
3. Cost of sales	11	5.2	399,979,797,425	393,091,120,923
4. Gross profit	20		255,595,497,273	253,642,410,468
5. Finance income	21	5.3	14,678,251,787	60,818,793,061
6. Finance expense	22	5.4	62,671,635,948	16,832,447,484
<i>Of which, interest expense</i>	23		13,111,254,031	14,676,556,553
7. Share of the profit (loss) of associates	24		1,262,960,267	1,269,187,710
8. Selling expense	25	5.5	36,961,677,706	33,673,821,649
9. General and administrative expense	26	5.6	36,420,722,836	40,691,803,990
10. Operating profit/(loss)	30		135,482,672,837	224,532,318,116
11. Other income	31		3,728,576,371	4,850,453,043
12. Other expense	32		2,334,629,100	1,876,806,515
13. Net other income/(loss)	40		1,393,947,271	2,973,646,528
14. Accounting profit/(loss) before taxation	50		136,876,620,108	227,505,964,644
15. Current corporate income tax expense	51	5.8	14,460,067,883	24,011,431,752
16. Net profit/(loss) after taxation	60		122,416,552,225	203,494,532,892
17. Owners of the parent company	61		114,222,486,331	196,044,235,216
18. Non-controlling interests	62		8,194,065,894	7,450,297,676
19. Basic earnings per share	70	4.19.4	854	1,465
20. Diluted earnings per share	71	4.19.5	854	1,465

**Tran Van Nguyen**
Director

Nguyen Thu Oanh
Chief Accountant

Nguyen Bach Thao
Preparer

Dong Nai, 15 August 2025

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

Form B 03 - DN/HN

CONSOLIDATED CASH FLOW STATEMENT
(Indirect method)

For the six-month period ended 30 June 2025

Expressed in VND

ITEMS	Code	Note	Current period	Previous period
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Net profit /(loss) before taxation	01		136,876,620,108	227,505,964,644
2. Adjustment for:				
Depreciation and amortisation	02		151,057,716,103	154,518,559,405
Provisions	03		811,479,211	6,081,672,974
Unrealised foreign exchange gains/losses from revaluation of foreign currency monetary items	04		47,375,215,814	(45,606,373,143)
Gains/losses from investment	05		(15,875,592,791)	(13,552,804,612)
Interest expense	06	5.4	13,111,254,031	14,676,556,553
3. Operating profit /(loss) before adjustments to working capital	08		333,356,692,476	343,623,575,821
Increase or decrease in accounts receivable	09		(6,964,539,481)	(4,660,002,431)
Increase or decrease in inventories	10		(4,486,404,973)	(1,776,368,607)
Increase or decrease in accounts payable (excluding interest expense and CIT payable)	11		17,956,616,534	(61,806,900,318)
Increase or decrease prepaid expenses	12		(1,012,635,437)	1,060,827,871
Interest paid	14		(13,541,858,648)	(15,635,033,182)
Corporate income tax paid	15	4.13	(9,497,003,394)	(13,499,644,163)
Other cash outflows from operating activities	17		(33,735,801,788)	(19,703,431,403)
Net cash flow from operating activities	20		282,075,065,289	227,603,023,588
II. CASH FLOWS FROM INVESTING ACTIVITIES				
1. Acquisition and construction of fixed assets and other long-term assets	21		(121,812,421,141)	(52,873,403,115)
2. Proceeds from disposals of fixed assets and other long-term assets	22		-	81,521,279
3. Loans to other entities and payments for purchase of debt instruments of other entities	23		(374,500,000,000)	(516,700,000,000)
4. Repayments from borrowers and proceeds from sales of debts instruments of other entities	24		486,700,000,000	399,000,000,000
5. Investments in other entities	25		-	(1,140,120,000)
6. Interest and dividends received	27		20,198,127,592	14,070,280,549
Net cash flow from investing activities	30		10,585,706,451	(157,561,721,287)

(See the next page)

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

Form B 03 - DN/HN

**CONSOLIDATED CASH FLOW STATEMENT
(Indirect method)**

For the six-month period ended 30 June 2025

Expressed in VND

ITEMS	Code	Note	Current period	Previous period
III. CASH FLOWS FROM FINANCING ACTIVITIES				
1. Proceeds from borrowings	33	6.1	29,208,653,000	70,496,619,005
2. Repayment of borrowings	34	6.2	(111,192,583,498)	(111,131,745,784)
3. Dividends paid	36	4.19.6	(191,247,689,300)	(106,535,500)
Net cash flow from financing activities	40		(273,231,619,798)	(40,741,662,279)
NET INCREASE/(DECREASE) IN CASH				
(50 = 20+30+40)	50		19,429,151,942	29,299,640,022
Cash and cash equivalents at beginning of year	60		41,792,675,739	52,208,598,923
Impact of exchange rate fluctuation	61		-	-
CASH AND CASH EQUIVALENTS AT END OF YEAR (70 = 50+60+61)	70	4.1	61,221,827,681	81,508,238,945



Tran Van Nguyen
Director

Nguyen Thu Oanh
Chief Accountant

Nguyen Bach Thao
Preparer

Dong Nai, 15 August 2025

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

Form B 09 – DN/HN

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**1. CORPORATE INFORMATION****1.1. Structure of ownership**

Dong Nai Water Joint Stock Company (hereinafter referred to as "the Company" or "the Parent Company"), formerly known as Dong Nai Water Supply One Member Limited Company, had been a state-owned enterprise. On 05 September 2014, the Company was converted into a joint stock company by the name of Dong Nai Water Joint Stock Company under the Business Registration Certificate No. 3600259296 dated 01 January 2015 and other amended certificates thereafter with the latest one dated 07 March 2025 granted by Dong Nai's Department of Planning and Investment to change the Company's legal representative.

The Company was officially granted approval for securities registration under Certificate No. 53/2015/GCNCP-VSD dated 03 July 2015 by the Vietnam Securities Depository. On 09 March 2016, the Company was officially listed for trading on the Ho Chi Minh City Stock Exchange under the Stock Code DNW.

The charter capital as stipulated in the Business Registration Certificate is VND 1,200,000,000,000, as follows:

Investors	Nation	As at 30 Jun. 2025		As at 01 Jan. 2025	
		Amount (VND)	Percent (%)	Amount (VND)	Percent (%)
Sonadezi Corporation	Vietnam	767,869,200,000	63.99	767,869,200,000	63.99
Other shareholders		432,130,800,000	36.01	432,130,800,000	36.01
Total		1,200,000,000,000	100	1,200,000,000,000	100

The Company has 02 subsidiaries as represented in Note 1.5 below (together with the Company hereinafter referred to as "the Group").

The Company's registered head office is at No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam.

The Company's subordinate units as at 30 June 2025 include:

Name	Address
Account Management Branch	No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam
Bien Hoa Water Supply Branch	No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam
Long Binh Water Supply Branch	Group 8, Quarter 9, Long Binh Ward, Dong Nai Province, Vietnam
Thien Tan Water Supply Branch	No. 329 Thien Tan Water Plant Street, Group 2, Quarter 10, Long Binh Ward, Dong Nai Province, Vietnam
Nhon Trach Water Supply Branch	No. 327 Thien Tan Water Plant Street, Group 2, Quarter 10, Long Binh Ward, Dong Nai Province, Vietnam
Vinh An Water Supply Branch	Group 1, Quarter 1, Tri An Commune, Dong Nai Province, Vietnam
Xuan Loc Water Supply Branch	Group 1, Huynh Van Nghe Street, Ward 7, Xuan Loc Commune, Dong Nai Province, Vietnam

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Name	Address
Thanh Phu Water Supply Branch	No. 119, Hamlet Vam, Trang Dai Ward, Dong Nai Province, Vietnam
Long Thanh Water Supply Branch	No. 113, Le Duan Street, Phuoc Hai Area, Long Thanh Commune, Dong Nai Province, Vietnam

The number of employees as at 30 June 2025 was 1009 (01 January 2025: 1017).

1.2. Business field

Distributing clean water, providing installation services and producing pure water.

1.3. Operating industry and principal activities

The Group is principally engaged in:

- Exploiting, filtering water for urban and industrial activities and distributing clean water;
- Installing water supply and drainage systems;
- Producing bottled pure water.

1.4. Normal operating cycle

The Group's normal operating cycle is carried out for a period of 12 months.

1.5. Consolidated subsidiaries

No.	Name	Operating industry	Address	Per cent capital	Per cent interest
1.	Nhon Trach Water Supply Joint Stock Company	Distributing clean water and providing installation services	Nhon Trach Industrial Park, Tran Phu Street, Nhon Trach Commune, Dong Nai Province, Vietnam	52.44%	52.44%
2.	Long Khanh Water Supply Joint Stock Company	Distributing clean water and providing installation services	No.02 Bis, Cach Mang Thang Tam Street, Long Khanh Ward, Dong Nai Province, Vietnam	51.00%	51.00%

1.6. Associate presented in the consolidated financial statements under the equity method

Name	Operating industry	Address	Per cent capital	Per cent interest
Dong Nai Water Supply Construction and Services Joint Stock Company	Distributing clean water and providing installation services	No. 52, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam	36.00%	36.00%

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

2. BASIS OF PREPARATION

2.1. Accounting standards, accounting system

The accompanying consolidated financial statements, expressed in VND, are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and prevailing accounting regulations in Vietnam.

The accompanying consolidated financial statements are not intended to present the consolidated financial position, consolidated results of operations and consolidated cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

2.2. Forms of accounting records

The form of accounting records applied in the Group is the General Journal.

2.3. Financial year

The Group's financial year is from 01 January to 31 December.

2.4. Reporting and functional currency

The Group maintains its accounting records in VND.

2.5. Basis of consolidation

The consolidated financial statements are the financial statements of a group in which the assets, liabilities, equity, income, expenses and cash flows of the parent and subsidiaries are presented as those of a single economic entity regardless of the legal structure of the entities. The financial statements of the subsidiaries have been prepared for the same financial year using uniform accounting policies to those used by the parent company. Adjustments were made for any different accounting policies to ensure consistency between the subsidiaries and the parent company.

A subsidiary is fully consolidated from the acquisition date on which the Group obtains control over the subsidiary until the date on which the parent ceases to control the subsidiary, unless control is intended to be temporary because the subsidiary is acquired and held exclusively with the intention of selling or disposing of it within twelve months.

Non-controlling interest recognition

Non-controlling interests in the net assets and net results of consolidated subsidiaries are shown separately in the consolidated statement of financial position and in the consolidated income statement.

The loss of a subsidiary is attributed to the non-controlling interests in proportion to their relative interests in the subsidiary even if this results in the non-controlling interests having a deficit balance.

Intra-group transactions elimination

All intra-group transactions, balances, income, and expenses - including unrealised intra-group profits or losses - are eliminated in full on consolidation. Unrealised losses resulting from intra-group transactions that are deducted in arriving at the carrying amount of assets are also eliminated unless the cost cannot be recovered.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

3. SIGNIFICANT ACCOUNTING POLICIES

3.1. Foreign currencies

- The exchange rates announced by Vietnam Joint Stock Commercial Bank For Industry and Trade are applied in accounting;
- The exchange rate applicable to asset recognition and re-evaluation is the foreign currency-buying rate;
- The exchange rate applicable to liability recognition and re-evaluation is the foreign currency-selling rate;
- Exchange rates applicable to the other transactions are the actual rates at the date of the transactions;
- For monetary items denominated in foreign currencies that are classified as loans, the applicable exchange rate is the cross rate between the Vietnamese Dong and certain foreign currencies used for calculating export and import taxes, as published by the State Bank of Vietnam.

Transactions in foreign currencies are recorded, on initial recognition, in the reporting currency, by applying to the foreign currency amount the spot exchange rate between the reporting currency and the foreign currency at the date of the transaction. The exchange differences arising on the settlement of monetary items are recognised in profit or loss in the period in which they arise. At the end of the reporting year, monetary items excluding advances to suppliers, prepaid expenses, and unearned revenues, which are denominated in foreign currency, are reported using the closing rate and resultant exchange differences resulting from the reporting after offset are recognised in profit or loss in the period in which they arise.

3.2. Use of estimates

The preparation of the consolidated financial statements requires management to make estimates and assumptions that impact the carrying value of certain assets and liabilities, contingent assets and liabilities reported in the notes at 30 June 2025 as well as revenues and expenses in the consolidated financial statements for the six-month period ended 30 June 2025. Although these estimates are based on management's best knowledge of all relevant information available at the date when the consolidated financial statements are prepared, this does not prevent actual figures differing from estimates.

3.3. Cash

Cash comprises cash in hand and cash at bank.

3.4. Financial investments

Held to maturity investments

Held to maturity investments comprise term deposits to earn periodical profits.

If there is any certain evidence that part or all the investments are irrecoverable, impairment losses are recognised as a finance expense in the current period.

Equity investments in other entities

Investments in associates

Investments are classified as investments in associates when the Group directly or indirectly holds from 20% to under 50% of the voting shares of the investee without any other agreement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Investments in associates are accounted for under the equity method. Under the equity method, on initial recognition the investment in an associate is recognised at cost. In case of investments of non-monetary assets, the cost of investments is recognised at the fair values of the assets as incurred. The carrying amount is increased or decreased to recognise the Group's share of profit or loss of the associate after the date of acquisition.

Distributions received from associates reduce the carrying amount of the investment.

Other investments

Investments classified as other investments are investments other than investments in subsidiaries, investments in associates or investments on joint ventures.

Other investments are accounted for under the cost method which comprise purchase prices plus (+) acquisition related costs (if any). In case of investments of non-monetary assets, the cost of investments is recognised at the fair values of the assets as incurred.

Recognition principles of provision for other financial investment impairment loss

For other investments

Provisions for impairment losses on equity investments in other entities are determined using fair values if the fair values can measure reliably. If the fair values cannot be measure reliably at the reporting date, provisions are measured on the basis of the investee's losses.

3.5. Account receivables

Recognition method

Account receivables are stated at the carrying amounts of trade receivables and other receivables less provisions for doubtful debts.

Provision for doubtful debts

As of the date of the consolidated financial statements, provisions for doubtful debts are recognised for past-due accounts receivable and for accounts receivable where circumstances indicate that they might be uncollectible or for uncollectible debts due to liquidation, bankruptcy, or similar difficulties.

The difference between the required balance and the existing balance of provision for doubtful debts is recorded as a general and administrative expense in the consolidated income statement.

3.6. Inventories

Inventory measurement

Inventories are measured at the lower of cost and net realisable value.

The costs of inventories shall comprise all costs of purchase, costs of conversion, and other costs incurred in bringing inventories to their present location and condition. Cost in the case of finished goods and work in progress includes raw materials, direct labour, and attributable manufacturing overheads.

The costs of purchase comprise the purchase price, non-reimbursable taxes and duties, and transport, handling, and other costs directly attributable to the purchase. Trade discounts and sales rebates on substandard and obsolete goods purchased are deducted from the costs of purchase.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Method of accounting for inventories

Inventories are measured using the weighted average method and are recorded under the perpetual inventory method.

Provision for decline in value of inventories

As of the date of the consolidated financial statements, provisions are recognised for obsolete, slow-moving, defective inventory, and for inventory stated at cost higher than net realisable value.

The difference between the required balance and the existing balance of the provision for a decline in value of inventories is included in cost of sales in the consolidated income statement.

Inventories are written down to net realizable value on an item-by-item basis. For services being rendered, provision is made in respect of each service for which a separate selling price will be charged.

Materials and other supplies held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

3.7. Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation.

Tangible fixed asset recognition

The cost of purchased tangible fixed assets comprises the purchase price and any directly attributable costs of bringing the assets to their present location and working condition for their intended use. Accessories added to fixed assets when purchased are recognised separately at their fair value and deducted from the historical cost of the respective tangible fixed assets.

The costs of tangible fixed assets constructed by contractors are the finalised costs of the construction, other directly related expenses and the registration fee (if any).

The costs of self-made and self-constructed tangible fixed assets comprise the construction costs, actually incurred manufacturing costs plus installation and test run costs.

Depreciation and amortisation

The costs of fixed assets are depreciated on a straight-line method over their estimated useful lives.

The estimated useful lives are as follows:

▪ Buildings, structures	05 – 50 years
▪ Machinery and equipment	03 – 25 years
▪ Motor vehicles	03 – 30 years
▪ Office equipment	03 – 12 years
▪ Others	05 – 40 years

3.8. Intangible fixed assets

Intangible fixed assets are measured at cost less accumulated amortisation.

Intangible fixed asset recognition

The cost of an intangible fixed asset comprises the total amount of expense incurred by the Group to acquire an asset at the time the asset is put into operation for its intended use.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Accounting principles for intangible fixed assets

Land use rights

Land use rights are stated at their costs less accumulated amortisation. The land use right is amortised using the straight-line method over the period of the right to use the land from 20 to 48 years.

Indefinite land use rights are not amortised.

Map planning costs

Map planning costs are amortized in accordance with straight-line method in 25 years.

Computer software

Computer software is not an indispensable component of hardware and is recognised as an intangible asset and depreciated over its useful life.

3.9. Construction in progress

Properties in the course of construction for production, rental, or administrative purposes, or for purposes not yet determined, are carried at cost. Cost includes necessary fees to acquire assets including related construction fees, equipment, other fees, and interest expense in accordance with the Group's accounting policy.

These expenses will be temporarily converted to a fixed asset cost (if no finalisation is approved) when the assets are put into use.

Under the state regulation on investment and construction management, subject to management decentralisation, construction finalisation value should be approved by competent agencies. The final construction finalisation value could be changed subject to the finalisation approved by competent agencies.

3.10. Prepayments

Prepayments are classified as current and non-current based on their original term. Prepayments mainly comprise costs of tools and supplies and compensation costs, which are amortised over the period for which they are paid or the period in which economic benefits are generated in relation to these expenses.

The following expenses are recognised as prepayments and amortised to the consolidated income statement:

- Tools and supplies are amortised to the consolidated income statement over 07 to 36 months;
- Compensation costs for Thien Tan water supply system phase II are amortised to the consolidated income statement over the project life cycle (486 months).

3.11. Liabilities

Liabilities are classified into trade payables and other payables based on the following rules: Trade payables represent those arising from purchase and sale related transactions of goods, services or assets and the seller is independent of the buyer; the remaining payables are classified as other payables.

Liabilities are also classified according to the maturity date, the remaining term from the date of the consolidated financial statements, original currency, and each creditor.

Liabilities are recognised at no less than the payment obligation.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

3.12. Borrowing costs

Capitalisation of borrowing costs

Borrowing costs directly attributable to the acquisition, construction, or production of qualifying assets, that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the cost of those assets until the assets are put into use or sale.

Investment income earned on temporary investment of borrowings is deducted from the cost of the respective assets.

All other borrowing costs are recognised as an expense in the consolidated income statement when incurred.

3.13. Accrued expenses

Accrued expenses represent expenses that will be paid in the future for goods or services received but not yet paid due to lack of invoices or accounting documents. These expenses are recognised as operating expenses of the reporting year.

3.14. Owners' equity

The owners' contributed equity

The owners' contributed equity is recognised when contributed.

Share premiums

Share premiums are recognised as the difference between the issue price and the par value of shares, and the difference between the re-purchase price and the re-issue price of treasury shares.

Dividends

Dividends are recognised as a liability at the date of declaring dividends.

Asset revaluation reserve

Asset revaluation reserve reflects the discrepancy arising from the revaluation of the subsidiary's assets at the time of equitization, as well as the handling of this discrepancy by the Group during the period.

Retained earnings

Net profit after income tax can be distributed to shareholders after the distribution is approved by the General Annual Meeting of Shareholders and reserves are created in accordance with the Group's Charter and legal regulations in Vietnam.

3.15. Revenue and other income

Revenue from selling goods

Revenue from selling goods is measured at the fair value of the consideration received or receivable. In most cases, revenue is recognised when transferring the risks and rewards of ownership to the buyer.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Revenue involving the rendering of services

Revenue of a transaction involving the rendering of services is recognised when the outcome of this transaction can be estimated reliably. When a transaction involving the rendering of services is attributable to several periods, each period's revenue is recognised by reference to the stage of completion at the end of the reporting period.

Interest income

Interest income is recognised on an accrual basis by reference to the principal outstanding and at the interest rate applicable.

Income from investments in associates and joint ventures

Income from investments in associates and joint ventures is recognised in the consolidated income statement corresponding to the per cent interest of the Group in the associates and joint ventures.

3.16. Cost of sales

Cost of sales and services provided represents total costs of finished products, services which are sold in the period in accordance with the matching principle. Abnormal amounts of production costs of inventories are recognised immediately in cost of sales.

3.17. Finance expense

Finance expenses represent all expenses incurred in the reporting year which mainly include borrowing costs, provision for impairment of investment in other entities and losses from selling foreign currency and exchange rates.

3.18. Selling expense and general and administrative expense

Selling expenses represent expenses incurred during the process of selling products and rendering services, which include payroll costs for sale employees (salaries, wages, allowances, etc.); social insurance, health insurance, trade union fees and material expenses for installation services.

General and administrative expenses represent common expenses, which include payroll costs for office employees (salaries, wages, allowances, etc.); social insurance, health insurance, trade union fees and unemployment insurance; stationery expenses, material expenses, depreciation expenses of fixed assets used for administration activities; land rental, license tax; provision for doubtful debts; utility services (electricity expenses, water expenses, phone, fax, warranty expenses, etc.); sundry expenses (entertainment, customer conference, etc.).

3.19. Taxation

Corporate income tax

Current corporate income tax expense

Current corporate income tax expense is determined on the basis of taxable income and the rate of corporate income tax (CIT) of the current period at 20%.

Tax incentive, tax exemption and reduction

The Group is entitled to a preferential tax rate of 10% throughout its operating period for its clean water supply business in accordance with Circular 96/2015/TT-BTC dated 22 June 2015 by the Ministry of Finance, which applies to socialized entities in the environmental sector.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Value added tax

The goods sold and services rendered by the Group are subject to value added tax at the following rates:

- Clean water supplying services: 5%;
- Installation services for construction projects funded by public budgets: Non-taxable;
- Other installation services: 10%;
- Selling purified water: 10%.

For the period ended 30 June 2025, in accordance with Decree 180/2024/ND-CP dated 31 December 2024 by the Government detailing the implementation of Resolution No. 174/2024/QH15 passed by the Standing Committee of the National Assembly dated 31 November 2024, the VAT rate of 8% is applicable to certain services from 01 January 2025 to 30 June 2025.

Other taxes

Other taxes are applicable in accordance with the prevailing tax laws in Vietnam.

The tax reports of the companies in the Group will be inspected by the Tax Department. Application of the laws and regulations on tax to different transactions can be interpreted by many ways; therefore, the tax amounts presented in the consolidated financial statements can be amended in accordance with the Tax Department's final assessment for the companies.

3.20. Earnings per share

Basic earnings per share are calculated by dividing the net profit attributable to ordinary shareholders (after adjusted for bonus and welfare funds), by the weighted average number of ordinary shares outstanding during the period, excluding ordinary shares bought back by the Group and held as treasury shares.

3.21. Diluted earnings per share

Diluted earnings per share are calculated by dividing the net profit attributable to ordinary shareholders (after adjusted for bonus and welfare funds), by the weighted average number of ordinary shares outstanding during the period and total ordinary shares that would be issued on the conversion, excluding ordinary shares bought back by the Group and held as treasury shares.

3.22. Segment reporting

A segment is a distinguishable component of the Group that is engaged either in producing or providing related products or services (business segment), or in producing or providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

3.23. Related parties

Related parties are individuals or entities that have the ability, directly or indirectly through one or more intermediaries, to control the Group or are controlled by, or are subject to common control with the Group. Associates, individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the Group, key management personnel, including directors and officers of the Group and close family members or associates of such individuals are also considered to be related parties.

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION****4.1. Cash**

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Cash in hand	231,657,243	135,068,030
Cash at bank	60,990,170,438	41,657,607,709
Total	61,221,827,681	41,792,675,739

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**4.2. Financial investments**

Current held-to-maturity investments are bank deposits for a term of less than 12 months analysed as follows:

Bank	Term	Rate	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Vietnam Joint Stock Commercial Bank for Industry and Trade	From 06 to 12 months	From 4.0% to 5.0% p.a	280,500,000,000	312,000,000,000
Joint Stock Commercial Bank for Foreign Trade of Vietnam	From 06 to 12 months	From 4.1% to 5.0% p.a	126,000,000,000	232,700,000,000
Joint Stock Commercial Bank for Investment and Development of Vietnam	From 06 to 12 months	From 3.7% to 4.8% p.a	65,000,000,000	40,000,000,000
Ho Chi Minh City Development Joint Stock Commercial Bank	From 06 to 12 months	From 5.2% to 6.0% p.a	32,000,000,000	22,000,000,000
Orient Commercial Joint Stock Bank	06 months	5.6% p.a	23,500,000,000	23,500,000,000
Vietnam Bank for Agriculture and Rural Development	From 06 to 12 months	From 4.2% to 4.6% p.a	17,000,000,000	11,000,000,000
Vietnam Export Import Commercial Joint Stock Bank	From 06 to 12 months	4.3% p.a	8,000,000,000	18,000,000,000
National Citizen Commercial Bank			-	5,000,000,000
Total			552,000,000,000	664,200,000,000

Investments in associates are analysed as follows:

	As at 30 Jun. 2025 VND		As at 01 Jan. 2025 VND	
	Cost	Value under equity method	Cost	Value under equity method
Dong Nai Water Supply Construction and Services Joint Stock Company (a)	7,800,368,003	18,442,131,108	7,800,368,003	19,672,049,566

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Investments in other entities are analysed as follows:

	As at 30 Jun. 2025			As at 01 Jan. 2025		
	VND			VND		
	Cost	Provisions	Fair value	Cost	Provisions	Fair value
Gia Tan Water Supply Joint Stock Company (b)	50,000,000,000	(19,847,722,662)	(*)	50,000,000,000	(19,036,243,451)	(*)
Sonadezi Chau Duc Shareholding Company (c)	2,179,842,490	-	6,558,540,300	2,179,842,490	-	7,251,163,200
Sonadezi Services Joint Stock Company (d)	2,030,000,000	-	3,589,000,000	2,030,000,000	-	3,100,000,000
Total	54,209,842,490	(19,847,722,662)		54,209,842,490	(19,036,243,451)	

(a) This investment represents 36.00% of the charter capital of Dong Nai Water Supply Construction and Services Joint Stock Company, a company established and operating in Vietnam, listed on the UPCoM exchange with the Stock Code DVW. Its major activities are distributing clean water and providing installation services.

(b) This investment represents 8.30% of the charter capital of Gia Tan Water Supply Joint Stock Company, a company established and operating in Vietnam. Its major activities are water exploitation for industrial use, water exploitation and filtration for urban and industrial use, clean water distribution.

(c) This investment represents 0.10% of the charter capital of Sonadezi Chau Duc Shareholding Company, a company established and operating in Vietnam, listed on the HOSE exchange with the Stock Code SZC. Its major activities are the investment, construction, and business of industrial park infrastructure, as well as real estate business.

(d) This investment represents 2.00% of the charter capital of Sonadezi Services Joint Stock Company, a company established and operating in Vietnam, listed on the UPCoM exchange with the Stock Code SDV. Its major activities are the collection of non-hazardous waste.

(*) At the reporting date, the Group has not determined fair values of these investments for disclosure in the financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under the Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair values of these investments may differ from their carrying amounts.

The Group has determined the fair value of these investments on the basis of the listed price on the stock exchange and the number of shares that the Group is holding as at 30 June 2025.

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Movements of provisions for decline in value of non-current investments are detailed as follows:

	Current period VND	Previous period VND
Carrying amount at 01 Jan.	19,036,243,451	16,474,988,870
Additional provisions recognised	811,479,211	2,068,602,423
Carrying amount at 30 June	19,847,722,662	18,543,591,293

4.3. Current trade receivables

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Trade receivables from related parties – Refer to Note 8	4,496,111,085	119,205,330
Trade receivables:		
An Hoa Cooperative	5,261,071,175	5,261,071,175
Other customers (*)	41,059,651,858	36,824,236,704
Total	50,816,834,118	42,204,513,209

(*) As at 30 June 2025, any component of other customers was less than 10% of the total current trade receivables.

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.4. Current advances to suppliers**

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Advances to related parties – Refer to Note 8	971,186,381	-
Advances to suppliers:		
A Chau Industrial Technology Joint Stock Company	2,727,300,467	1,774,621,867
Duc Anh Service Trade Construction Consultant Company Limited	2,385,133,000	-
Waseen Construction Investment Water Supply Sewerage and Environment Company Limited	1,890,647,000	-
Water Supply Sewerage Construction and Investment Joint Stock Company	1,619,469,733	-
Other suppliers (*)	6,199,667,101	3,053,882,574
Total	15,793,403,682	4,828,504,441

(*) As at 30 June 2025, any component of other suppliers was less than 10% of the total current advances to suppliers.

4.5. Other current receivables

	As at 30 Jun. 2025 VND		As at 01 Jan. 2025 VND	
	Amount	Provisions	Amount	Provisions
Receivables related to Nhon Trach Water Supply Project Phase I	4,016,570,551	(3,770,820,351)	4,016,570,551	(3,770,820,351)
Advance materials for the installation of the D300 water supply line	4,742,531,868	-	4,014,591,980	-
along the road along the Dong Nai river	5,150,843,834	-	8,458,537,810	-
Interest accrued on term deposits	2,886,528,874	-	7,558,418,744	-
Others (*)				
Total	16,796,475,127	(3,770,820,351)	24,048,119,085	(3,770,820,351)

(*) As at 30 June 2025, any component of others was less than 10% of the total current other receivables.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.6. Doubtful debts**

Overdue trade receivables or other receivables not yet due but uncollectible are analysed by debtor as follows:

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Overdue trade receivables by more than 6 months	9,154,608,161	10,640,464,387
Receivables related to Nhon Trach Water Supply Project Phase I (*)	3,770,820,351	3,770,820,351
Uncollectible advances to suppliers	235,811,000	235,811,000
Total	13,161,239,512	14,647,095,738

(*) Receivables from contractors related to Nhon Trach Water Supply Project Phase 1, arising from the reduction in the value of work volumes according to Notice No. 458/TB-KV XIII dated 28 December 2018 issued by the State Audit Office of Vietnam. This amount excludes value-added tax receivables from the state budget, with a total value of VND 245,750,200.

Movements of provisions for doubtful debts in the period are detailed as follows:

	Current period VND	Previous period VND
Carrying amount at 01 Jan.	5,947,928,181	2,471,385,292
Additional provisions recognised	-	4,016,570,551
Unused amount reversed	-	(3,500,000)
Carrying amount at 30 June	5,947,928,181	6,484,455,843

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.7. Inventories**

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Cost	Provisions	Cost	Provisions
Raw materials	46,490,606,324	(254,798,908)	42,001,505,366	(254,798,908)
Work in progress	2,417,784,572	-	2,443,922,513	-
Tools and supplies	298,261,506	-	319,673,039	-
Finished goods	111,259,932	-	66,406,443	-
Total	49,317,912,334	(254,798,908)	44,831,507,361	(254,798,908)

4.8. Construction in progress

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Nhon Trach Water Supply Project Phase II (*)	88,706,392,139	88,706,392,139
Pipeline Project for Long Thanh International Airport	22,041,683,593	21,391,951,593
Other projects	43,179,771,022	58,339,067,271
Total	153,927,846,754	168,437,411,003

(*) Representing the actual cost incurred in the detailed design and bidding support stage of Nhon Trach Water Supply Project Phase II with a total investment of VND 3,567,712,000,000 VND. As at 30 June 2025, the project is currently suspended pending the completion of legal documentation for submission to the People's Committee of Dong Nai province regarding the suspension of loans sourced from the Government's official development assistance.

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DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.9. Tangible fixed assets**

	Buildings, structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Other VND	Total VND
Cost:						
As at 01 Jan. 2025	1,011,547,479,158	1,223,623,962,750	3,208,748,943,641	52,254,335,242	8,069,376,124	5,504,244,096,915
Purchase	-	1,787,370,204	2,532,637,018	42,500,000	-	4,362,507,222
Transfer from CIP	322,853,519	1,849,331,193	106,589,473,375	346,525,926	-	109,108,184,013
Other decreases	-	(223,356,791)	-	-	-	(223,356,791)
As at 30 Jun. 2025	<u>1,011,870,332,677</u>	<u>1,227,037,307,356</u>	<u>3,317,871,054,034</u>	<u>52,643,361,168</u>	<u>8,069,376,124</u>	<u>5,617,491,431,359</u>
Accumulated depreciation:						
As at 01 Jan. 2025	625,786,269,191	979,869,585,500	1,676,781,603,013	51,832,757,783	7,495,770,724	3,341,765,986,211
Depreciation	19,052,425,881	34,180,916,580	93,692,866,468	177,135,201	69,203,640	147,172,547,770
Other decreases	-	(16,405,586)	-	-	-	(16,405,586)
Reclassify	(351,135,041)	351,135,041	-	-	-	-
As at 30 Jun. 2025	<u>644,487,560,031</u>	<u>1,014,385,231,535</u>	<u>1,770,474,469,481</u>	<u>52,009,892,984</u>	<u>7,564,974,364</u>	<u>3,488,922,128,395</u>
Net book value:						
As at 01 Jan. 2025	385,761,209,967	243,754,377,250	1,531,967,340,628	421,577,459	573,605,400	2,162,478,110,704
As at 30 Jun. 2025	<u>367,382,772,646</u>	<u>212,652,075,821</u>	<u>1,547,396,584,553</u>	<u>633,468,184</u>	<u>504,401,760</u>	<u>2,128,569,302,964</u>

The amount of period-end net book value as at 30 June 2025 of tangible fixed assets mortgaged as loan security totalled VND 931,572,163,828 – Refer to Note 4.17.

The historical cost of tangible fixed assets fully depreciated but still in use totalled VND 1,125,352,770,760.

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.10. Intangible fixed assets**

	Land use rights VND	Map planning costs VND	Software program computer VND	Total VND
Cost:				
As at 01 Jan. 2025	369,708,986,176	2,814,843,027	2,939,705,088	375,463,534,291
Purchase	-	-	120,000,000	120,000,000
As at 30 Jun. 2025	369,708,986,176	2,814,843,027	3,059,705,088	375,583,534,291
Accumulated amortisation:				
As at 01 Jan. 2025	75,418,667,692	1,956,921,393	2,742,342,185	80,117,931,270
Amortisation	3,845,735,238	28,616,460	27,222,221	3,901,573,919
As at 30 Jun. 2025	79,264,402,930	1,985,537,853	2,769,564,406	84,019,505,189
Net book value:				
As at 01 Jan. 2025	294,290,318,484	857,921,634	197,362,903	295,345,603,021
As at 30 Jun. 2025	290,444,583,246	829,305,174	290,140,682	291,564,029,102

The amount of period-end net book value as at 30 June 2025 of intangible fixed assets mortgaged as loan security totalled VND 284,021,407,512 – Refer to Note 4.17.

The historical cost of intangible fixed assets at the end of the period fully amortised but still in use totalled VND 4,004,269,088.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.11. Prepayments**

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Current:		
Tools and consumable expenditure	131,743,678	116,143,702
Others	72,585,365	290,341,463
Total	204,329,043	406,485,165
Non – current:		
Tools and consumable expenditure	3,179,977,968	2,976,055,112
Compensation costs of Thien Tan water supply system Phase II Project	19,443,102,814	19,692,373,360
Others	3,478,301,767	2,218,162,518
Total	26,101,382,549	24,886,590,990

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Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.12. Current trade payables**

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Amount	Payable amount	Amount	Payable amount
Trade payables to related parties – Refer to Note 8	7,486,388,824	7,486,388,824	16,862,450,938	16,862,450,938
Trade payables:				
Cau Moi Lake Water Supply JSC	8,263,240,795	8,263,240,795	8,465,060,116	8,465,060,116
N.T.P Company Limited	7,551,021,500	7,551,021,500	5,304,915,340	5,304,915,340
Hawaco Southern Corporation	3,895,975,672	3,895,975,672	1,400,004,000	1,400,004,000
Other suppliers (*)	22,280,176,224	22,280,176,224	28,596,094,064	28,596,094,064
Total	49,476,803,015	49,476,803,015	60,628,524,458	60,628,524,458

(*) As at 30 June 2025, any component of other suppliers was less than 10% of the total current trade payables.

4.13. Tax and amounts receivable from/payable to the state budget

	As at 30 Jun. 2025		Movements in the period		As at 01 Jan. 2025	
	VND		VND		VND	
	Receivable	Payable	Paid	Payable	Receivable	Payable
Value added tax	-	5,852,678,117	8,651,178,161	14,242,854,112	-	261,002,166
Corporate income tax	-	13,249,036,239	9,497,003,394	14,460,067,883	138,496,090	8,424,467,840
Personal income tax	-	483,225,139	4,393,327,179	4,463,137,229	13,774,985	427,190,074
Natural resource tax	-	754,119,794	4,553,994,729	4,546,092,699	-	762,021,824
Land rental	-	1,546,295,584	250,165,805	702,495,201	-	1,093,966,188
Other taxes	-	-	18,000,000	18,000,000	-	-
Fees, charges	-	3,875,283,111	28,890,155,581	28,663,102,528	-	4,102,336,164
Total	-	25,760,637,984	56,253,824,849	67,095,749,652	152,271,075	15,070,984,256

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.14. Payable to employees**

Representing salaries and bonus funds payable to employees as at 30 June 2025.

4.15. Current accrued expenses

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Accrued construction and installation expense (*)	26,867,055,073	-
Accrued employee uniform expense	4,405,000,000	216,990,000
Accrued electricity expense	3,528,485,441	4,190,807,622
Accrued interest expense	3,076,416,932	3,507,021,549
Accrued other expense	3,377,167,936	1,215,414,508
Total	41,254,125,382	9,130,233,679

(*) Representing the accrual of construction and installation expenses of projects that were completed, accepted, and put into use in the period, but for which settlement documents and VAT invoices from contractors have not yet been received.

4.16. Other current payables

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Other payables to related parties – Refer to Note 8	12,030,000	12,030,000
Other payables:		
Environmental protection fee for domestic wastewater	3,633,264,628	3,460,333,148
Penalties for breach of contract	2,701,726,056	-
Unidentified water payments	1,917,133,256	2,591,222,890
Forest environmental service fee	1,669,746,780	1,584,041,992
Others (*)	8,520,132,964	9,726,568,575
Total	18,454,033,684	17,374,196,605

(*) As at 30 June 2025, any component of others was less than 10% of the total current other payables.

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**4.17. Loans**

	As at 30 Jun. 2025		Movements in the period		As at 01 Jan. 2025	
	VND		VND		VND	
	Amount	Payable amount	Increase	Decrease	Amount	Payable amount
Current portion of non-current loans:						
Vietnam Development Bank						
– Transaction Office II	126,068,376,709	126,068,376,709	55,621,492,760	70,446,883,615	140,893,767,564	140,893,767,564
Development Investment						
Fund of Dong Nai Province	70,609,798,330	70,609,798,330	35,618,056,330	34,108,896,000	69,100,638,000	69,100,638,000
Joint Stock Commercial Bank						
for Foreign Trade of Vietnam						
– Dong Nai Branch	6,970,218,907	6,970,218,907	2,732,200,000	4,309,200,000	8,547,218,907	8,547,218,907
Ho Chi Minh City						
Development Joint Stock						
Commercial Bank	3,370,392,574	3,370,392,574	1,838,931,869	1,527,219,261	3,058,679,966	3,058,679,966
Shinhan Bank Vietnam						
Limited – Bien Hoa Branch	1,600,769,244	1,600,769,244	800,384,622	800,384,622	1,600,769,244	1,600,769,244
Total	208,619,555,764	208,619,555,764	96,611,065,581	111,192,583,498	223,201,073,681	223,201,073,681

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DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	As at 30 Jun. 2025		Movements in the period		As at 01 Jan. 2025	
	VND		VND		VND	
	Amount	Payable amount	Increase	Decrease	Amount	Payable amount
Non-current:						
Vietnam Development Bank – Transaction Office II	301,907,396,736	301,907,396,736	42,542,390,908	55,621,492,760	314,986,498,588	314,986,498,588
Development Investment Fund of Dong Nai Province	200,360,166,000	200,360,166,000	29,208,653,000	35,618,056,330	206,769,569,330	206,769,569,330
Ho Chi Minh City Development Joint Stock Commercial Bank	48,884,186,842	48,884,186,842	4,832,824,906	1,838,931,869	45,890,293,805	45,890,293,805
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Dong Nai Branch	21,152,868,505	21,152,868,505	-	2,732,200,000	23,885,068,505	23,885,068,505
Shinhan Bank Vietnam Limited – Bien Hoa Branch	4,402,115,423	4,402,115,423	-	800,384,622	5,202,500,045	5,202,500,045
Total	576,706,733,506	576,706,733,506	76,583,868,814	96,611,065,581	596,733,930,273	596,733,930,273

Details of the loans are as follows:

▪ Non-current loans from Vietnam Development Bank – Transaction Office II:

Credit line: JPY 6,361,000,000 and USD 41,000,000

Loan term: 18 – 25 years

Interest rate: 0.75% p.a – 3.53% p.a

Purpose: Financing the construction of the project "Nhon Trach Water Supply System Phase I";
Financing the construction of the project "Construction and expansion of Thien Tan water supply system Phase II";Mortgage: The Group's tangible fixed assets with the net book value at 30 June 2025 totalled VND 448,724,128,044 – Refer to Note 4.9;
The Group's intangible fixed assets with the net book value at 30 June 2025 totalled VND 283,912,022,712 – Refer to Note 4.10.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

▪ Non-current loans from Development Investment Fund of Dong Nai Province:

Credit line: From VND 2,150,000,000 to VND 68,000,000,000

Loan term: 36 – 120 months

Interest rate: 7.00% p.a

Purpose: Financing the Group's construction projects.

Mortgage: The Group's tangible fixed assets with the net book value at 30 June 2025 totalled VND 318,750,622,891 – Refer to Note 4.9.

▪ Non-current loans from Ho Chi Minh City Development Joint Stock Commercial Bank:

Credit line: JPY 14,910,000,000

Loan term: 25 years

Interest rate: 1.4% p.a

Purpose: Financing the construction of the project "Nhon Trach Water Supply System Phase II".

Mortgage: Assets formed in the future.

▪ Non-current loans from Joint Stock Commercial Bank for Foreign Trade of Vietnam – Dong Nai Branch:

Credit line: From VND 3,839,000,000 to VND 16,729,000,000

Loan term: 120 months

Interest rate: 7.375% p.a – 7.4% p.a

Purpose: Financing the Group's construction projects.

Mortgage: The Group's tangible fixed assets with the net book value at 30 June 2025 totalled VND 62,332,290,290 – Refer to Note 4.9;
The Group's intangible fixed assets with the net book value at 30 June 2025 totalled VND 109,384,800 – Refer to Note 4.10.

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

- Non-current loans from Shinhan Bank Vietnam Limited – Bien Hoa Branch:

Credit line: VND 22,209,000,000

Loan term: 06 years

Interest rate: 6.24% p.a

Purpose: Financing the construction of the project "Installation of water pipes in Tan Duc Industrial Park, Tan Duc Commune, Ham Tan District, Binh Thuan Province" and "Installation of garbage barriers at the end of the D1800 raw water collection pipe at Thanh Phu Water Plant, Thien Tan Commune, Vinh Cuu District, Dong Nai Province".

Mortgage: The Group's tangible fixed assets with the net book value at 30 June 2025 totalled VND 6,992,865,250 – Refer to Note 4.9.

4.18. Bonus and Welfare funds

	Bonus fund VND	Welfare fund VND	Bonus fund for the Executive Board VND	Total VND
As at 01/01	32,639,431,552	35,060,377,400	323,940,824	68,023,749,776
Distribution to bonus and welfare fund	15,048,819,915	15,714,092,259	1,284,799,611	32,047,711,785
Disbursements	(4,246,221,914)	(20,434,630,924)	(1,166,889,086)	(25,847,741,924)
As at 30/06	43,442,029,553	30,339,838,735	441,851,349	74,223,719,637

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4.19. Owners' equity

4.19.1. Changes in owners' equity

	Items of owner's equity							Total
	Owners' contributed capital VND	Capital surplus VND	Other contributed capital VND	Asset revaluation VND	Investment and development fund VND	Retained earnings VND	Non-controlling interest VND	VND
As at 01 Jan. 2024	1,200,000,000,000	118,520,157,819	26,218,693,500	(64,235,766,100)	206,806,202,080	686,208,174,630	118,031,887,864	2,291,549,349,793
First 6 months of previous year's profits	-	-	-	-	-	196,044,235,216	7,450,297,676	203,494,532,892
Distributes to funds in first 6 month of previous period	-	-	-	-	90,640,939,742	(121,484,810,856)	(818,908,608)	(31,662,779,722)
Payment to Business arrangement supporting fund of Sonadezi Corporation (**)	-	-	-	-	-	(7,888,059,864)	-	(7,888,059,864)
As at 30 Jun. 2024	1,200,000,000,000	118,520,157,819	26,218,693,500	(64,235,766,100)	297,447,141,822	752,879,539,126	124,663,276,932	2,455,493,043,099
Last 6 months of previous year's profits	-	-	-	-	-	138,033,056,077	4,425,339,512	142,458,395,589
Distributes to funds in last 6 month of previous period	-	-	-	-	-	(492,977,160)	(458,960,082)	(951,937,242)
Dividends	-	-	-	-	-	(144,000,000,000)	(7,206,264,000)	(151,206,264,000)
As at 01 Jan. 2025	1,200,000,000,000	118,520,157,819	26,218,693,500	(64,235,766,100)	297,447,141,822	746,419,618,043	121,423,392,362	2,445,793,237,446
First 6 months of current year's profits	-	-	-	-	-	114,222,486,331	8,194,065,894	122,416,552,225
Distributes to funds in first 6 month of current period	-	-	-	-	89,491,451,137	(120,304,989,971)	(1,234,172,951)	(32,047,711,785)
Dividends (*)	-	-	-	-	-	(192,000,000,000)	-	(192,000,000,000)
Payment to Business arrangement supporting fund Sonadezi Corporation (**)	-	-	-	-	-	(7,888,059,864)	-	(7,888,059,864)
Other increases	-	-	-	-	-	39,721,275	-	39,721,275
As at 30 Jun. 2025	<u>1,200,000,000,000</u>	<u>118,520,157,819</u>	<u>26,218,693,500</u>	<u>(64,235,766,100)</u>	<u>386,938,592,959</u>	<u>540,488,775,814</u>	<u>128,383,285,305</u>	<u>2,336,313,739,297</u>

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

(*) Dividends were distributed in accordance with the Resolution of the Board of Directors No. 01/NQ-DHDCD dated 28 February 2025.

(**) Representing the unrealized exchange rate difference arising from the Company's equitization in 2014. Each year, the Company is required to make payments to Business arrangement supporting fund of Sonadezi Corporation in the event of realised foreign exchange gains or to offset realised foreign exchange losses incurred during the repayment of loans sourced from the Government's official development assistance – Refer to Note 8.

4.19.2. Details of owners' equity

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Capital contributed by Sonadezi Corporation	767,869,200,000	767,869,200,000
Capital contributed by others	432,130,800,000	432,130,800,000
Total	1,200,000,000,000	1,200,000,000,000

4.19.3. Shares

	As at 30 Jun. 2025	As at 01 Jan. 2025
Number of common shares registered for issue	120,000,000	120,000,000
Number of common shares sold to public	120,000,000	120,000,000
Number of common shares outstanding	120,000,000	120,000,000

Par value per outstanding share: VND 10,000 per share.

4.19.4. Basic earnings per share

	Current period VND	Previous period VND
Profit or loss after tax attributable to the parent company	114,222,486,331	196,044,235,216
Adjusted for bonus and welfare fund distribution	(11,764,916,092)	(20,282,132,772)
Earnings for the purpose of calculating basic earnings per share	102,457,570,239	175,762,102,444
Weighted average number of ordinary shares outstanding during the period	120,000,000	120,000,000
Basic earnings per share	854	1,465

Current period's bonus and welfare fund deducted when calculating basic earnings per share is estimated based on the expected distribution rate of profit after-tax in 2025 according to Resolutions of the Annual General Meeting of Shareholders dated 28 February 2025.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

4.19.5. Diluted earnings per share

	Current period VND	Previous period VND
Profit or loss after tax attributable to the parent company	114,222,486,331	196,044,235,216
Adjusted for bonus and welfare fund distribution	(11,764,916,092)	(20,282,132,772)
Earnings for the purpose of calculating diluted earnings per share	102,457,570,239	175,762,102,444
Weighted average number of ordinary shares outstanding during the period	120,000,000	120,000,000
Diluted earnings per share	854	1,465

Current period's bonus and welfare fund deducted when calculating diluted earnings per share is estimated based on the expected distribution rate of profit after-tax in 2025 according to Resolutions of the Annual General Meeting of Shareholders dated 28 February 2025.

4.19.6. Dividends

	Current period VND	Previous period VND
As at 01/01	609,223,980	780,963,680
Dividends	192,000,000,000	-
Total dividends paid on common stock (*)	(191,247,689,300)	(106,535,500)
As at 30/06	1,361,534,680	427,302,400

(*) In which, dividends paid to related parties in the period totalled VND 124,842,246,400 – Refer to Note 8.

4.20. Off consolidated statement of financial position items

	As at 30 Jun. 2025	As at 01 Jan. 2025
<u>Foreign currencies:</u>		
USD	23,098.63	23,098.63

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**5. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE CONSOLIDATED INCOME STATEMENT****5.1. Revenue from selling goods and rendering services**

	Current period VND	Previous period VND
Revenue from distributing clean water	639,053,949,120	632,987,985,300
Revenue from providing installation services	14,787,701,578	11,981,389,091
Revenue from selling pure water	1,733,644,000	1,764,157,000
Total	655,575,294,698	646,733,531,391
Of which revenue from selling goods and rendering services to related parties – Refer to Note 8	78,027,112,702	84,610,769,610

5.2. Cost of sales

	Current period VND	Previous period VND
Cost of distributing clean water	388,272,985,531	383,478,749,570
Cost of providing installation services	10,142,861,108	8,021,962,049
Cost of selling pure water	1,563,950,786	1,590,409,304
Total	399,979,797,425	393,091,120,923

5.3. Finance income

	Current period VND	Previous period VND
Deposit interest	14,612,632,524	12,202,095,623
Realised foreign exchange gain	65,619,263	3,010,324,295
Unrealised foreign exchange gain	-	45,606,373,143
Total	14,678,251,787	60,818,793,061

5.4. Finance expense

	Current period VND	Previous period VND
Unrealised foreign exchange loss	47,375,215,814	-
Interest expense	13,111,254,031	14,676,556,553
Realised foreign exchange loss	1,373,686,892	87,288,508
Provisions for decline in value of investment	811,479,211	2,068,602,423
Total	62,671,635,948	16,832,447,484

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**5.5. Selling expense**

	Current period VND	Previous period VND
Employee expense	14,875,933,666	16,258,692,542
Material expense	14,223,136,417	10,664,636,799
Office supplies expense	766,963,854	154,822,799
Depreciation expense	197,338,986	232,988,624
Service expense	3,131,413,361	3,330,476,006
Other expense	3,766,891,422	3,032,204,879
Total	36,961,677,706	33,673,821,649

5.6. General and administrative expense

	Current period VND	Previous period VND
Employee expense	26,703,079,768	28,385,071,640
Material expense	203,511,369	207,220,295
Office supplies expense	1,626,601,641	608,059,640
Depreciation expense	1,113,575,462	1,061,367,261
Taxes, fees, and charges	15,517,189	15,517,189
Provision for bad debts	-	4,013,070,551
Service expenses	789,576,791	946,771,076
Other expense	5,968,860,616	5,454,726,338
Total	36,420,722,836	40,691,803,990

5.7. Production and business costs by element

	Current period VND	Previous period VND
Purchasing expense	38,073,980,300	33,815,927,825
Material expense	40,250,893,241	33,425,797,622
Employee expense	123,145,381,638	129,333,932,640
Depreciation expense	151,057,716,103	154,488,182,893
Provision expense	-	4,013,070,551
Service expense	70,905,037,259	67,230,429,543
Other expense	49,929,189,426	45,125,243,278
Total	473,362,197,967	467,432,584,352

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5.8. Current corporate income tax expense

CIT expense calculated on the taxable income of the current period is determined as follows:

	Current period VND	Previous period VND
Accounting profit before tax for the period	136,876,620,108	227,505,964,644
Adjustment of profit due to consolidation of financial statements	1,269,639,733	419,212,290
Add: Incremental adjustments according to CIT law	1,387,527,048	4,663,765,245
Less: Decremental adjustments according to CIT law	(2,532,600,000)	(1,688,400,000)
Taxable income from ordinary business activities	137,001,186,889	230,900,542,179
Including:		
- Taxable income subject to a 20% tax rate	7,599,491,936	9,213,775,346
- Preferential taxable income subject to a 10% tax rate	129,401,694,953	221,686,766,833
Current CIT expense for the period	14,460,067,883	24,011,431,752

The adjustments for the increases (decreases) in the taxable income represent mainly non – tax – deductible items as regulated by CIT law in the calculation of CIT.

6. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE CONSOLIDATED CASH FLOW STATEMENT

6.1. Cash receipts from loans in the period

	Current period VND	Previous period VND
Cash receipts from loans under normal contracts	29,208,653,000	70,496,619,005

6.2. Cash repayments of principal amounts borrowed

	Current period VND	Previous period VND
Cash repayment of principal amounts under normal contracts	(111,192,583,498)	(111,131,745,784)

7. SEGMENT REPORTING

The Group's principal activity is producing and distributing clean water, which accounts for 97.48% of total revenue. All business operations are generated entirely within Dong Nai province. Accordingly, the Group's risk exposure and profitability are not affected by differences in product types or geographical diversification. Management has therefore determined that the Group operates in a single business and geographical segment. As such, segment reporting is not presented.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

8. RELATED PARTIES

<u>List of related parties</u>	<u>Relationship</u>
1. Sonadezi Corporation	Ultimate Parent company
2. Dong Nai Water Supply Construction and Services Joint Stock Company	Associate
3. Sonadezi Environment Joint Stock Company	Fellow subsidiary
4. Dong Nai Port Joint Stock Company	Fellow subsidiary
5. Dong Nai Construction Investment and Materials Joint Stock Company	Fellow subsidiary
6. Dong Nai Housing Joint Stock Company	Fellow subsidiary
7. Industrial Urban Development Joint Stock Company No. 2	Fellow subsidiary
8. Sonadezi Long Thanh Shareholding Company	Fellow subsidiary
9. Sonadezi Long Binh Share Holding Company	Fellow subsidiary
10. Sonadezi An Binh Joint Stock Company	Fellow subsidiary
11. Sonadezi Chau Duc Shareholding Company	Fellow subsidiary
12. Sonadezi Services Joint Stock Company	Fellow subsidiary
13. Dong Nai Construction Joint Stock Company	Fellow subsidiary
14. Dong Nai Paint Joint Stock Company	Fellow subsidiary
15. Sonadezi College of Technology and Management	Fellow subsidiary
16. Sonadezi Giang Dien Shareholding Company	Fellow subsidiary
17. Sonadezi Binh Thuan Shareholding Company	Fellow subsidiary
18. Can Tho - An Giang National Highway 91 Investment Joint Stock Company	Fellow subsidiary
19. Board of Directors, management, Supervisory Committee and Chief Accountant	Key management personnel

Transactions between the Company and its subsidiaries, which are related parties, have been eliminated in full in consolidation.

At the end of the reporting year, the balances with related parties are as follows:

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Current trade receivables:		
Sonadezi Long Binh Share Holding Company	2,415,236,405	-
Sonadezi Giang Dien Shareholding Company	1,903,003,965	-
Dong Nai Water Supply Construction and Services Joint Stock Company	126,938,615	106,513,980
Dong Nai Housing Joint Stock Company	32,273,600	5,554,500
Sonadezi Long Thanh Shareholding Company	5,400,000	6,264,000
Sonadezi Services Joint Stock Company	4,974,900	-
Sonadezi College of Technology and Management	3,726,000	-
Sonadezi Binh Thuan Shareholding Company	2,548,800	-
Dong Nai Port Joint Stock Company	1,296,000	-
Sonadezi Chau Duc Shareholding Company	712,800	-
Industrial Urban Development Joint Stock Company No.2	-	872,850
Total – Refer to Note 4.3	4,496,111,085	119,205,330

Current advances to supplier – Refer to Note 4.4:

Sonadezi An Binh Joint Stock Company	971,186,381	-
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DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Current payables to suppliers:		
Sonadezi An Binh Joint Stock Company	7,484,165,824	16,842,744,814
Sonadezi Environment Joint Stock Company	2,223,000	19,706,124
Total – Refer to Note 4.12	<u>7,486,388,824</u>	<u>16,862,450,938</u>
Non – current advances from customers:		
Industrial Urban Development Joint Stock Company No. 2	2,000,000,000	2,000,000,000
Other current payables related to received deposits:		
Dong Nai Water Supply Construction and Services Joint Stock Company	2,400,000	2,400,000
Sonadezi Environment Joint Stock Company	4,260,000	4,260,000
Dong Nai Port Joint Stock Company	4,800,000	4,800,000
Dong Nai Housing Joint Stock Company	300,000	300,000
Dong Nai Construction Joint Stock Company	120,000	120,000
Sonadezi Binh Thuan Shareholding Company	150,000	150,000
Total – Refer to Note 4.16	<u>12,030,000</u>	<u>12,030,000</u>

During the reporting period, the Group has had related party transactions as follows:

	Current period VND	Previous period VND
Selling goods and rendering services:		
Sonadezi Long Thanh Shareholding Company	37,446,505,300	40,634,966,200
Sonadezi Long Binh Share Holding Company	26,442,254,600	28,249,932,490
Sonadezi Giang Dien Shareholding Company	11,180,746,800	12,948,716,300
Sonadezi Environment Joint Stock Company	1,718,875,900	1,789,676,820
Dong Nai Port Joint Stock Company	306,978,400	316,341,200
Industrial Urban Development Joint Stock Company No.2	289,411,302	239,985,000
Dong Nai Housing Joint Stock Company	169,919,000	62,176,000
Sonadezi An Binh Joint Stock Company	117,895,000	113,114,000
Dong Nai Paint Joint Stock Company	37,587,500	36,819,000
Dong Nai Water Supply Construction and Services Joint Stock Company	66,618,900	15,429,100
Dong Nai Construction Joint Stock Company	56,559,500	32,496,500
Sonadezi College of Technology and Management	54,550,000	55,110,000
Dong Nai Construction Investment and Materials Joint Stock Company	42,159,000	42,619,000
Sonadezi Services Joint Stock Company	72,898,500	51,221,000
Sonadezi Binh Thuan Shareholding Company	10,100,000	8,200,000
Sonadezi Corporation	8,610,000	6,580,000
Sonadezi Chau Duc Shareholding Company	5,443,000	7,387,000
Total – Refer to Note 5.1	<u>78,027,112,702</u>	<u>84,610,769,610</u>

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	Current period VND	Previous period VND
Dividend payouts:		
Sonadezi Corporation	122,859,072,000	-
Mr. Nguyen Van Thien – Member of the Board of Directors	1,920,000,000	-
Mr. Nguyen Cong Hieu – Member of the Board of Directors	4,000,000	-
Mr. Nguyen Cao Ha – Vice Director	32,000	-
Ms. Nguyen Thu Oanh – Chief Accountant	59,142,400	-
Total – Refer to Note 4.19.6	124,842,246,400	-
Other income:		
Dong Nai Paint Joint Stock Company – Renting	40,000,000	-
Dong Nai Water Supply Construction and Services Joint Stock Company – Transferring electricity	104,493,368	111,198,127
Total	144,493,368	111,198,127
Cleaning and landscaping maintenance expenses:		
Sonadezi Environment Joint Stock Company	124,940,774	140,631,316
Wastewater treatment expense:		
Sonadezi Services Joint Stock Company	40,745,000	11,680,000
Payments to Business Arrangement Supporting Fund – Refer to Note 4.19.1:		
Sonadezi Corporation	7,888,059,864	7,888,059,864

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DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Salaries, remunerations of the Board of Directors, management and chief accountant of the parent company are as follows:

<u>Name</u>	<u>Position</u>	<u>Current period</u> <u>VND</u>			<u>Previous period</u> <u>VND</u>		
		<u>Remunerations</u>	<u>Salaries</u>	<u>Total</u>	<u>Remunerations</u>	<u>Salaries</u>	<u>Total</u>
Ms. Pham Thi Hong	Chairperson (Appointed on 28 February 2025) Director (Resigned on 28 February 2025)	216,000,000	883,988,600	1,099,988,600	188,000,000	906,245,600	1,094,245,600
Mr. Tran Van Nguyen	Member cum Director (Appointed on 01 March 2025)	32,000,000	636,845,000	668,845,000	-	-	-
Mr. Dang Van Chat	Chairperson (Resigned on 28 February 2025) Vice Director	216,000,000	719,010,000	935,010,000	198,000,000	727,240,000	925,240,000
Mr. Nguyen Cao Ha	Member cum Vice Director	224,000,000	716,270,000	940,270,000	168,000,000	734,940,000	902,940,000
Mr. Nguyen Van Thien	Member	208,000,000	-	208,000,000	168,000,000	-	168,000,000
Mr. Vo Van Binh	Member	208,000,000	-	208,000,000	168,000,000	-	168,000,000
Mr. Pham Anh Tuan	Member	208,000,000	-	208,000,000	168,000,000	-	168,000,000
Mr. Nguyen Cong Hieu	Member	208,000,000	-	208,000,000	168,000,000	-	168,000,000
Mr. Le Thanh Trung	Vice Director (Appointed on 01 April 2025)	-	148,600,000	148,600,000	-	-	-
Mr. Nguyen Quang Minh	Vice Director (Resigned on 26 July 2024)	-	-	-	-	598,940,000	598,940,000
Ms. Nguyen Thu Oanh	Chief Accountant	-	588,328,000	588,328,000	-	610,632,800	610,632,800
Total		1,520,000,000	3,693,041,600	5,213,041,600	1,226,000,000	3,577,998,400	4,803,998,400

DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

Address: No. 48, Cach Mang Thang Tam Street, Tran Bien Ward, Dong Nai Province, Vietnam

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

Salaries, remunerations of Supervisory Committee of the parent company are as follows:

<u>Name</u>	<u>Position</u>	<u>Current period VND</u>			<u>Previous period VND</u>		
		<u>Remunerations</u>	<u>Salaries</u>	<u>Total</u>	<u>Remunerations</u>	<u>Salaries</u>	<u>Total</u>
Ms. Le Thi Ngoc Sau	Head	-	606,409,800	606,409,800	-	617,860,000	617,860,000
Mr. Nguyen An Quoc	Member	85,000,000	-	85,000,000	100,000,000	-	100,000,000
Mr. Nguyen Duy Khang	Member	85,000,000	-	85,000,000	95,000,000	-	95,000,000
Total		170,000,000	606,409,800	776,409,800	195,000,000	617,860,000	812,860,000

9. COMPARATIVE FIGURES

The following comparative figures have been restated:

Consolidated Income statement (excerpted):

	<u>Previous period VND</u>	<u>Previous period VND</u>
	(Reclassified)	(As previously reported)
Basic earnings per share	1,465	1,470
Diluted earnings per share	1,465	1,470

The re-statement of the above comparative figures was caused by the Group's re-determination of the previous period's distribution rate for the Bonus and welfare fund, in accordance with the rate approved by the General Annual Meeting of Shareholders under Resolution No. 01/NQ-DHDCD2025 dated 28 February 2025.

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DONG NAI WATER JOINT STOCK COMPANY AND ITS SUBSIDIARIES

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

10. EVENTS AFTER THE END OF THE REPORTING PERIOD

There were no significant events arising after the end of the reporting period to the date of the consolidated financial statements.



Tran Van Nguyen
Director

Nguyen Thu Oanh
Chief Accountant

Nguyen Bach Thao
Preparer

Dong Nai, 15 August 2025