

**COMBINED
FINANCIAL STATEMENTS**
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2025

**BA RIA - VUNG TAU WATER SUPPLY
JOINT STOCK COMPANY**



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STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of Ba Ria - Vung Tau Water Supply Joint Stock Company (hereinafter referred to as "the Company") presents this statement together with the Combined Financial Statements for the fiscal year ended 31 December 2025.

Business highlights

Ba Ria - Vung Tau Water Supply Joint Stock Company is an enterprise equitized from Ba Ria - Vung Tau Water Supply Company Limited (transformed from a State-owned Enterprise – Ba Ria - Vung Tau Water Supply Company under the Decision No. 1855/QĐ.UB dated 14 June 2005 of the Chairman of Ba Ria – Vung Tau Province People's Committee) under the Decision No. 1755/QĐ-UBND dated 26 May 2008 of the Chairman of Ba Ria – Vung Tau Province People's Committee. The Company has been operating in line with the Business Registration Certificate No. 4903000479, initially registered on 17 November 2007 and 24th amended on 13 August 2025, granted by Ho Chi Minh City Department of Finance.

On 29 November 2017, the Company's stocks were officially listed on Upcom under the stock code of BWS.

Head office

- Address : No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City.
- Tel. : (84-254) 3 838 324
- Fax : (84-254) 3 833 636

The Company has the following affiliates:

<u>Affiliates</u>	<u>Address</u>
Construction Enterprise	No. 359 Nguyen An Ninh Street, Tam Thang Ward, Ho Chi Minh City
Vung Tau Water Supply Enterprise	No. 359 Nguyen An Ninh Street, Tam Thang Ward, Ho Chi Minh City
Ba Ria Water Supply Branch	No. 4 Dien Bien Phu Street, Ba Ria Ward, Ho Chi Minh City
Long Dien Water Supply Enterprise	Lo Voi T-intersection, Long Dien Commune, Ho Chi Minh City
Branch of Ba Ria - Vung Tau Water Supply Joint Stock Company – Water Production and Supply Service Enterprise	Quarter 4, Ba Ria Ward, Ho Chi Minh City

The principal business activities of the Company as in the Business Registration Certificate are:

- Producing and supplying clean water for daily activities, production, service and commerce;
- Producing specialized products used for water supply and drainage;
- Constructing water supply and drainage works, civil, industrial and traffic works;
- Trading in specialized supplies for water supply and drainage;
- Providing tourism services and sports activities;
- Designing water supply and drainage works;
- Maintaining roads, filling, patching, and repairing road surfaces and sidewalks;
- Mechanical processing;
- Providing computer software for water supply system management, providing services of user manual setting and warranty;
- Providing maintenance, repair and operation services for water supply plants;
- Inspecting cold water meters as prescribed by statutory requirements.



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY**STATEMENT OF THE BOARD OF DIRECTORS (cont.)****Board of Directors and Executive Board**

The Board of Directors and the Executive Board of the Company during the year and as of the date of this statement include:

The Board of Directors

Full name	Position	Appointing/reappointing date
Mr. Dinh Chi Duc	Chairman	Reappointed on 11 June 2023
Mr. Nguyen Luong Dien	Vice Chairman	Reappointed on 11 June 2023
Mr. Vo Van Binh	Member	Reappointed on 11 June 2023
Ms. Le Minh Duc	Member	Reappointed on 11 June 2023
Mr. Nguyen Tien Lang	Member	Reappointed on 11 June 2023
Mr. Nguyen Canh Tung	Member	Reappointed on 11 June 2023
Mr. Pham Tan Luan	Member	Reappointed on 11 June 2023
Ms. Vo Thi Nha	Member	Reappointed on 11 June 2023
Ms. Tran Khanh Linh	Member	Appointed on 11 June 2023

The Supervisory Board

Full name	Position	Appointing/reappointing date
Mr. Nguyen Quoc Huy	Head of the Board	Appointed on 11 June 2023
Ms. Nguyen Thi Hoang Ngoc	Member	Reappointed on 11 June 2023
Ms. Nguyen Y Minh	Member	Reappointed on 11 June 2023

The Board of Management

Full name	Position	Appointing/reappointing date
Mr. Nguyen Luong Dien	General Director	Reappointed on 11 June 2023
Ms. Vo Thi Nha	Deputy General Director	Appointed on 05 September 2024
Mr. Nguyen Tien Lang	Deputy General Director	Reappointed on 11 June 2023
Mr. Nguyen Canh Tung	Deputy General Director	Reappointed on 11 June 2023
Mr. Pham Tuan Luan	Deputy General Director	Appointed on 04 August 2025

Legal Representatives

The Company's legal representatives during the year and as of the date of this statement are as follows:

Full name	Position	Reappointing date
Mr. Dinh Chi Duc	Chairman	Reappointed on 11 June 2023
Mr. Nguyen Luong Dien	General Director	Reappointed on 11 June 2023

Auditors

A&C Auditing and Consulting Co., Ltd. has been appointed to perform the audit on the Company's Combined Financial Statements for the fiscal year ended 31 December 2025.

Responsibilities of the Board of Management

The Board of Management of the Company is responsible for the preparation of the Combined Financial Statements to give a true and fair view of the financial position, the financial performance and the cash flows of the Company during the year. In order to prepare these Combined Financial Statements, the Board of Management must:

- select appropriate accounting policies and apply them consistently;
- make judgments and estimates reasonably and prudently;
- state clearly whether the accounting standards applied to the Company are followed or not, and all the material differences from these standards are disclosed and explained in the Combined Financial Statements;
- prepare the Combined Financial Statements of the Company on the going-concern basis, except for the cases that the going-concern assumption is considered inappropriate;
- design and implement effectively the internal control system to minimize the risks of material misstatements due to frauds or errors in the preparation and presentation of the Combined Financial Statements.



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

STATEMENT OF THE BOARD OF DIRECTORS (cont.)

The Board of Management hereby ensures that all the proper accounting books of the Company have been fully recorded and can fairly reflect the financial position of the Company at any time, and that all the accounting books have been prepared in compliance with the applicable Accounting System. The Board of Management is also responsible for managing the Company's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Management hereby commits to the compliance with the aforementioned requirements in preparation of the Combined Financial Statements.

Approval of the Financial Statements

The Board of Directors hereby approves the accompanying Combined Financial Statements, which give a true and fair view of the financial position as of 31 December 2025 of the Company, its financial performance and its cash flows for the fiscal year then ended, in conformity with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Combined Financial Statements.

For and on behalf of the Board of Directors,



Dinh Chi Duc
Chairman

Date: 04 March 2026



No. 1.0222/26/TC-AC

INDEPENDENT AUDITOR'S REPORT

**To: THE SHAREHOLDERS, THE BOARD OF DIRECTORS AND THE BOARD OF MANAGEMENT
BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY**

We have audited the accompanying Combined Financial Statements of Ba Ria - Vung Tau Water Supply Joint Stock Company (hereinafter referred to as "the Company"), which were prepared on 04 March 2026 (from page 7 to page 40), including the Combined Balance Sheet as of 31 December 2025, the Combined Income Statement, the Combined Cash Flow Statement for the fiscal year then ended and the Notes to the Combined Financial Statements.

Responsibility of the Board of Management

The Company's Board of Management is responsible for the preparation, true and fair presentation of the Combined Financial Statements in accordance with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Combined Financial Statements; and responsible for the internal control as the Company's Board of Management determines necessary to enable the preparation and presentation of the Combined Financial Statements to be free from material misstatement whether due to fraud or error.

Responsibility of Auditors

Our responsibility is to express an opinion on these Combined Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical standards and requirements and plan and perform the audit to obtain reasonable assurance about whether the Combined Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Combined Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Combined Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and true and fair presentation of the Combined Financial Statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Company's Board of Management, as well as evaluating the overall presentation of the Combined Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion of Auditors

In our opinion, the Combined Financial Statements give a true and fair view, in all material respects, of the financial position as of 31 December 2025 of Ba Ria - Vung Tau Water Supply Joint Stock Company, its financial performance and its cash flows for the fiscal year then ended, in conformity with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Combined Financial Statements.



Emphasis of matters

Without qualifying our opinion above, we would like to draw the readers' attention to Note No. VII.1 in the Notes to the Combined Financial Statements regarding the Company's contingent liability. According to the Official Letter No. 11768/UBND-VP dated 04 December 2017 of Ba Ria – Vung Tau Province People's Committee, the Company has a payment liability for forest environmental services for 2011 - 2015 period through the provincial Forest Development and Protection Fund and these payments for forest environmental services during this period must be included into the Company's production costs in the year the actual payment is made. Currently, the Company has received no official announcements of the amount payable for that period, it accordingly has not recognized the liability obligation in the Combined Financial Statements.

Additionally, the Company has not received any announcements of specific repayment schedule and outstanding balance of the long-term borrowing from Vietnam Development Bank and the Ministry of Finance (see Note No. V.18b). Therefore, the Company may incur interest thereon.

For and on behalf of
A&C Auditing and Consulting Co., Ltd.



Nguyen Minh Tri
Partner

Audit Practice Registration Certificate No. 0089-2023-008-1
Authorized Signatory

Ho Chi Minh City, 04 March 2026



Luong Anh Vu
Auditor

Audit Practice Registration Certificate No. 1832-2023-008-1



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

COMBINED BALANCE SHEET

As of 31 December 2025

Unit: VND

ITEMS	Code	Note	Ending balance	Beginning balance
A - CURRENT ASSETS	100		321.890.519.389	367.364.467.665
I. Cash and cash equivalents	110	V.1	57.326.493.592	152.568.157.770
1. Cash	111		29.326.493.592	8.268.157.770
2. Cash equivalents	112		28.000.000.000	144.300.000.000
II. Short-term financial investments	120		176.835.000.000	152.135.000.000
1. Trading securities	121		-	-
2. Provisions for devaluation of trading securities	122		-	-
3. Held-to-maturity investments	123	V.2a	176.835.000.000	152.135.000.000
III. Short-term receivables	130		22.245.589.444	13.647.449.247
1. Short-term trade receivables	131	V.3	15.305.658.603	8.777.559.002
2. Short-term prepayments to suppliers	132	V.4	3.488.310.503	2.035.029.460
3. Short-term inter-company receivables	133		-	-
4. Receivables according to the progress of construction contract	134		-	-
5. Receivables for short-term loans	135		-	-
6. Other short-term receivables	136	V.5	3.813.029.093	3.238.327.035
7. Allowance for short-term doubtful debts	137	V.6	(361.408.755)	(403.466.250)
8. Deficit assets for treatment	139		-	-
IV. Inventories	140		52.367.841.765	45.047.924.181
1. Inventories	141	V.7	52.367.841.765	45.047.924.181
2. Allowance for devaluation of inventories	149		-	-
V. Other current assets	150		13.115.594.588	3.965.936.467
1. Short-term prepaid expenses	151		-	-
2. Deductible VAT	152		-	-
3. Taxes and other receivables from the State	153	V.14	13.115.594.588	3.965.936.467
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-

This statement should be read in conjunction with the Notes to the Combined Financial Statements



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
B- NON-CURRENT ASSETS	200		919.067.487.791	893.663.140.246
I. Long-term receivables	210		-	-
1. Long-term trade receivables	211		-	-
2. Long-term prepayments to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term inter-company receivables	214		-	-
5. Receivables for long-term loans	215		-	-
6. Other long-term receivables	216		-	-
7. Allowance for long-term doubtful debts	219		-	-
II. Fixed assets	220		757.204.514.844	749.524.201.893
1. Tangible fixed assets	221	V.9	755.642.414.194	748.598.586.401
- Historical cost	222		2.053.146.722.255	1.984.009.340.802
- Accumulated depreciation	223		(1.297.504.308.061)	(1.235.410.754.401)
2. Financial leased assets	224		-	-
- Historical cost	225		-	-
- Accumulated depreciation	226		-	-
3. Intangible fixed assets	227	V.10	1.562.100.650	925.615.492
- Initial cost	228		4.008.167.319	3.158.462.319
- Accumulated amortization	229		(2.446.066.669)	(2.232.846.827)
III. Investment property	230		-	-
- Historical costs	231		-	-
- Accumulated depreciation	232		-	-
IV. Long-term assets in process	240		52.559.456.860	42.393.613.627
1. Long-term work in process	241		-	-
2. Construction-in-progress	242	V.11	52.559.456.860	42.393.613.627
V. Long-term financial investments	250		55.469.788.884	55.469.788.884
1. Investments in subsidiaries	251		-	-
2. Investments in joint ventures and associates	252	V.2b	28.591.417.984	28.591.417.984
3. Investments in other entities	253	V.2b	26.878.370.900	26.878.370.900
4. Provisions for devaluation of long-term financial investments	254		-	-
5. Held-to-maturity investments	255		-	-
VI. Other non-current assets	260		53.833.727.203	46.275.535.842
1. Long-term prepaid expenses	261	V.8	53.833.727.203	46.275.535.842
2. Deferred income tax assets	262		-	-
3. Long-term components and spare parts	263		-	-
4. Other non-current assets	268		-	-
TOTAL ASSETS	270		1.240.958.007.180	1.261.027.607.911

This statement should be read in conjunction with the Notes to the Combined Financial Statements



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
C - LIABILITIES	300		147.171.461.990	194.017.131.091
I. Current liabilities	310		143.554.352.316	190.085.490.141
1. Short-term trade payables	311	V.12	6.722.385.765	5.214.645.351
2. Short-term advances from customers	312	V.13	6.334.352.427	3.152.618.000
3. Taxes and other obligations to the State Budget	313	V.14	57.032.545.285	10.229.785.335
4. Payables to employees	314	V.15	36.950.539.249	33.548.308.977
5. Short-term accrued expenses	315	V.16	8.004.364.258	2.734.191.428
6. Short-term inter-company payables	316		-	-
7. Payables according to the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318		-	-
9. Other short-term payables	319	V.17	8.165.789.812	119.901.192.237
10. Short-term borrowings and financial leases	320	V.18a	5.976.094.269	5.661.562.993
11. Provisions for short-term payables	321		-	-
12. Bonus and welfare funds	322	V.19	14.368.281.251	9.643.185.820
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
II. Non-current liabilities	330		3.617.109.674	3.931.640.950
1. Long-term trade payables	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Inter-company payables for working capital	334		-	-
5. Long-term inter-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term borrowings and financial leases	338	V.18b	3.617.109.674	3.931.640.950
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax liability	341		-	-
12. Provisions for long-term payables	342		-	-
13. Science and technology development fund	343		-	-

This statement should be read in conjunction with the Notes to the Combined Financial Statements



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
D - OWNER'S EQUITY	400		1.093.786.545.190	1.067.010.476.820
I. Owner's equity	410		1.093.786.545.190	1.067.010.476.820
1. Owner's capital	411	V.20	1.000.075.690.000	1.000.075.690.000
- Ordinary shares carrying voting rights	411a		1.000.075.690.000	1.000.075.690.000
- Preferred shares	411b		-	-
2. Share premiums	412		-	-
3. Bond conversion options	413		-	-
4. Other sources of capital	414		-	-
5. Treasury stocks	415		-	-
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418	V.20	91.381.477.690	54.800.708.798
9. Business arrangement supporting fund	419		-	-
10. Other funds	420		-	-
11. Retained earnings	421	V.20	2.329.377.500	12.134.078.022
- Retained earnings accumulated to the end of the previous period	421a		333.321.122	12.134.078.022
- Retained earnings of the current period	421b		1.996.056.378	-
12. Construction investment fund	422		-	-
II. Other sources and funds	430		-	-
1. Sources of expenditure	431		-	-
2. Fund to form fixed assets	432		-	-
TOTAL LIABILITIES AND OWNER'S EQUITY	440		1.240.958.007.180	1.261.027.607.911



Nguyen Thi Nhung
Chief Accountant/Preparer



Ho Chi Minh City, 04 March 2026

Nguyen Luong Dien
General Director



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

COMBINED INCOME STATEMENT

For the fiscal year ended 31 December 2025

Unit: VND

ITEMS	Code	Note	Current year	Previous year
1. Revenue from sales of goods and provisions of services	01	VI.1	752.583.412.385	744.580.341.694
2. Revenue deductions	02		-	-
3. Net revenue	10		752.583.412.385	744.580.341.694
4. Cost of sales	11	VI.2	320.376.546.499	308.552.678.608
5. Gross profit	20		432.206.865.886	436.027.663.086
6. Financial income	21	VI.3	46.804.523.751	24.742.197.182
7. Financial expenses	22		35.190.837	-
In which: Interest expenses	23		35.190.837	-
8. Selling expenses	25	VI.4	102.620.578.527	83.291.358.446
9. General and administration expenses	26	VI.5	99.495.068.753	93.119.716.595
10. Net operating profit	30		276.860.551.520	284.358.785.227
11. Other income	31	VI.6	26.051.566.185	11.822.589.609
12. Other expenses	32	VI.7	12.535.884.410	11.501.987.101
13. Other profit	40		13.515.681.775	320.602.508
14. Total accounting profit before tax	50		290.376.233.295	284.679.387.735
15. Current income tax	51	V.14	29.085.026.925	29.957.773.212
16. Deferred income tax	52		-	-
17. Profit after tax	60		261.291.206.370	254.721.614.523
18. Basic earnings per share	70	VI.8a	2.286	2.227
19. Diluted earnings per share	71	VI.8a	2.286	2.227



Nguyen Thi Nhung
Chief Accountant/Preparer



Ho Chi Minh City, 04 March 2026

Nguyen Luong Dien
General Director

This statement should be read in conjunction with the Notes to the Combined Financial Statements



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

COMBINED CASH FLOW STATEMENT

(Indirect method)

For the fiscal year ended 31 December 2025

Unit: VND

ITEMS	Code	Note	Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		290.376.233.295	284.679.387.735
2. Adjustments				
- Depreciation/(Amortization) of fixed assets and investment properties	02	V.9, V.10	95.886.241.185	98.292.130.359
- Provisions and allowances	03	V.6	(42.057.495)	(288.830.504)
- Exchange gain/(loss) due to revaluation of monetary items in foreign currencies	04		-	-
- Gain/(loss) from investing activities	05	VI.3, VI.7	(46.325.509.278)	(24.699.104.218)
- Interest expenses	06		35.190.837	-
- Others	07		-	-
3. Operating profit before changes of working capital	08		339.930.098.544	357.983.583.372
- Increase/(decrease) of receivables	09		(14.169.394.431)	8.001.861.732
- Increase/(decrease) of inventories	10		(7.319.917.584)	10.897.661.109
- Increase/(decrease) of payables	11		55.416.576.943	14.010.536.009
- Increase/(decrease) of prepaid expenses	12		(7.558.191.361)	(23.766.005.009)
- Increase/(decrease) of trading securities	13		-	-
- Interest paid	14		(35.190.837)	-
- Corporate income tax paid	15	V.14	(38.000.000.000)	(23.028.365.553)
- Other cash inflows	16		-	-
- Other cash outflows	17	V.19	(29.774.904.569)	(26.695.933.867)
Net cash flows from operating activities	20		298.489.076.705	317.403.337.793
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other non-current assets	21	V.4, V.9 V.11, V.12	(116.593.316.572)	(93.858.411.938)
2. Proceeds from disposals of fixed assets and other non-current assets	22	V.9, VI.7	(386.791.966)	-
3. Cash outflow for lending, buying debt instruments of other entities	23		(342.600.000.000)	(334.900.000.000)
4. Cash recovered from lending, selling debt instruments of other entities	24		317.900.000.000	310.000.000.000
5. Investments in other entities	25		-	-
6. Withdrawals of investments in other entities	26		-	-
7. Interest earned, dividends and profits received	27	V.5, VI.3	46.032.017.655	23.092.417.247
Net cash flows from investing activities	30		(95.648.090.883)	(95.665.994.691)

This statement should be read in conjunction with the Notes to the Combined Financial Statements



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Combined Cash Flow Statement (cont.)

ITEMS	Code	Note	Current year	Previous year
III. Cash flows from financing activities				
1. Proceeds from issuing stocks and capital contributions from owners	31		-	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	-
3. Proceeds from borrowings	33	V.18a	12.720.704.196	-
4. Repayment for borrowing principal	34	V.18a	(12.720.704.196)	-
5. Payments for financial lease principal	35		-	-
6. Dividends and profit paid to the owners	36	V.17, V.20a	(298.082.650.000)	(99.437.326.400)
<i>Net cash flows from financing activities</i>	40		(298.082.650.000)	(99.437.326.400)
Net cash flows during the year	50		(95.241.664.178)	122.300.016.702
Beginning cash and cash equivalents	60	V.1	152.568.157.770	30.268.141.068
Effects of fluctuations in foreign exchange rates	61		-	-
Ending cash and cash equivalents	70	V.1	57.326.493.592	152.568.157.770



Nguyen Thi Nhung
Chief Accountant/Preparer



Ho Chi Minh City, 04 March 2026

Nguyen Luong Dien
General Director



BA RIA - VUNG TAU WATER SUPPLY JOINT STOCK COMPANY

Address: No. 14, 30/4 Street, Tam Thang Ward, Ho Chi Minh City

COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

NOTES TO THE COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

I. GENERAL INFORMATION**1. Ownership form**

Ba Ria - Vung Tau Water Supply Joint Stock Company (hereinafter referred to as “the Company”) is a joint stock company.

2. Business fields

The Company has operated in various fields.

3. Principal business activities

The principal business activities of the Company are to produce and supply clean water for daily activities, production, service and commerce; to construct water supply works.

4. Normal operating cycle

The normal operating cycle of the Company is within 12 months.

5. Structure of the Company**Associates**

Associate	Address	Principal business activities	Percentage of equity	Percentage of ownership	Percentage of voting right
Phu My Water Supply Joint Stock Company ⁽ⁱ⁾	No. 02 Doc Lap Street, Tan Ngoc Quarter, Phu My Ward, Ho Chi Minh City	Producing clean water	16,69%	16,69%	16,69%
Vung Tau Sports Joint Stock Company (formerly known as OSC)	No. 262 Le Loi Street, Tam Thang Ward, Ho Chi Minh City		35%	35%	35%
Tourism Sports Joint Stock Company)		Providing tourism services			

- (i) Although the Company’s percentage of voting right in Phu My Water Supply Joint Stock Company is less than 20%, the Company has significant influence through the fact that the Vice Chairman of the Board of Directors cum General Director of Ba Ria – Vung Tau Water Supply Joint Stock Company concurrently holds the position of Chairman of the Board of Directors of Phu My Water Supply Joint Stock Company. Accordingly, the investment in Phu My Water Supply Joint Stock Company is presented under the item “Investments in joint ventures and associates” in the Combined Financial Statements.

Affiliates that are not legal entities and do accounting works dependently

Affiliates	Address
Construction Enterprise	No. 359 Nguyen An Ninh Street, Tam Thang Ward, Ho Chi Minh City
Vung Tau Water Supply Enterprise	No. 359 Nguyen An Ninh Street, Tam Thang Ward, Ho Chi Minh City
Ba Ria Water Supply Branch	No. 4 Dien Bien Phu Street, Ba Ria Ward, Ho Chi Minh City
Long Dien Water Supply Enterprise	Lo Voi T-intersection, Long Hai Commune, Ho Chi Minh City
Branch of Ba Ria - Vung Tau Water Supply Joint Stock Company – Water Production and Supply Service Enterprise	Quarter 4, Ba Ria Ward, Ho Chi Minh City



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COMBINED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2025

Notes to the Combined Financial Statements (cont.)

6. Statement of information comparability on the Combined Financial Statements

The corresponding figures of the previous year can be comparable with figures of the current year.

7. Headcount

As of the balance sheet date, the Company's headcount is 423 (headcount at the beginning of the year: 430).

II. FISCAL YEAR AND ACCOUNTING CURRENCY UNIT

1. Fiscal year

The fiscal year of the Company is from 01 January to 31 December annually.

2. Accounting currency unit

The accounting currency unit is Vietnamese Dong (VND) because transactions of the Company are primarily made in VND.

III. APPLICABLE ACCOUNTING STANDARDS AND SYSTEM

1. Applicable Accounting System

The Company applies the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC dated 21 March 2016 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in preparation and presentation of the Combined Financial Statements.

2. Statement of the compliance with the Accounting Standards and System

The Board of Management ensures to follow all the requirements of the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC dated 21 March 2016 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in preparation and presentation of the Combined Financial Statements.

On 27 October 2025, the Ministry of Finance issued the Circular No. 99/2025/TT-BTC ("Circular 99") providing guidance on Enterprise Accounting System in replacement of the Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance guiding the Enterprise Accounting System ("Circular 200"), as well as the Circular No. 75/2015/TT-BTC dated 18 May 2015 and Circular No. 53/2016/TT-BTC dated 21 March 2016 of the Ministry of Finance amending and supplementing some articles of Circular 200. The provisions of Circular 99 shall be applied to bookkeeping, preparation and presentation of the Financial Statements for the fiscal year beginning from 01 January 2026.



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For the fiscal year ended 31 December 2025

Notes to the Combined Financial Statements (cont.)

IV. APPLICABLE ACCOUNTING POLICIES

1. Accounting convention

All the Combined Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

The Company's affiliates have their own accounting sections but do the accounts recording dependently. The Combined Financial Statements of the whole Company are prepared on the basis of the combination of the Financial Statements of the Company's affiliates. Revenue and balances between affiliates are excluded when the Combined Financial Statements are prepared.

2. Cash and cash equivalents

Cash includes cash on hand and cash in bank. Cash equivalents are short-term investments with a maturity of three months or less from the date of investment, which can be readily converted into a known amount of cash and are not subject to significant risks in conversion to cash at the reporting date.

3. Financial investments

Held-to-maturity investments

An investment is classified as a held-to-maturity investment when the Company has the intention and ability to hold it to maturity. The Company's held-to-maturity investments include: time deposits (including debentures and promissory note) and loans held to maturity for the purpose of collecting periodic interest as well as other held-to-maturity investments.

Held-to-maturity investments are initially recognized at costs including the acquisition cost and other transaction costs. After initial recognition, these investments are recorded at recoverable value. Interest income from these held-to-maturity investments after acquisition date is recognized in the Income Statement on an accrual basis. Interest incurred prior to the Company's acquisition of held-to-maturity investments is deducted into the costs at the acquisition time.

When there is reliable evidence proving that a part or the whole investment cannot be recovered and the loss is reliably measured, the loss is recognized as financial expenses during the year and directly deducted into the investment costs.

Loans

Loans are measured at costs less allowance for doubtful debts. Allowance for doubtful debts of loans is made on the basis of estimated losses.

Investments in associates

An associate is an entity over which the Company has significant influence but not control over its financial and operating policies. Significant influence is demonstrated by the right to participate in decisions regarding the financial and operating policies of the investee but not to control these policies.

Initial recognition

Investments in associates are initially recognized at costs, including the cost of acquisition or capital contributions plus costs directly attributable to the investments. In cases where the investment is made through non-monetary assets, the cost of the investment is recognized at the fair value of the non-monetary assets at the time of occurrence.

Dividends incurred prior to the acquisition of investments are deducted into the investment costs. Dividends incurred after the acquisition of investments are recorded into the Company's financial income. The dividends received in the form of shares are accounted for by tracking only the increase in the number of shares held, with no recognition of the value of the shares received.



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Notes to the Combined Financial Statements (cont.)

Provisions for impairment of investments in associates

A provision for impairment losses on investments in associates is recognized when the associates incur losses, with the provision amount determined as the difference between the Company's actual investment cost in the associates and the investee's actual equity multiplied (x) by the Company's ownership interest in such associates. If the associates are consolidated into the Consolidated Financial Statements, the basis for impairment provisions is the Consolidated Financial Statements.

Any increase or decrease in the provisions for impairment of investments in associates required to be recognized as of the balance sheet date is recorded into financial expenses.

Investments in equity instruments of other entities

Investments in equity instruments of other entities comprise investments in equity instruments over which the Company does not have control, joint control or significant influence over the investees.

Investments in equity instruments of other entities are initially recognized at costs, including cost of acquisition or capital contributions plus other directly attributable transaction costs incurred in connection with the investment. Dividends incurred prior to the acquisition of investments are deducted into investment costs. Dividends incurred after the acquisition of investments are recorded into the Company's financial income. The dividends received in the form of shares are accounted for by tracking only the increase in the number of shares held, with no recognition of the value of the shares received.

Provisions for investments in equity instruments of other entities are made as follows:

- For investments in listed shares or investments whose fair value can be reliably determined, the allowance is based on the market value of the shares.
- For investments for which fair value cannot be reliably determined at the reporting date, an impairment provision is recognized based on the losses incurred by the investee, with the provision amount determined as the difference between the total actual capital contributions of all investors in the investee and the investee's actual equity as of the balance sheet date, multiplied by the Company's rate of capital contribution over the total actual capital invested by investors in these investees.

Any increase or decrease in the impairment provision for investments in equity instruments of other entities required to be recognized as of the balance sheet date is recorded into financial expenses.

4. Receivables

Receivables are recognized at the carrying amounts less allowances for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according to the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Company and customers who are independent to the Company.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

Allowance is made for each doubtful debt on the basis of the ages of debts after offsetting against liabilities (if any) or estimated loss as follows:

- As for overdue debts:
 - 30% of the value of debts overdue between 6 months and less than 1 year.
 - 50% of the value of debts overdue between 1 year and less than 2 years.
 - 70% of the value of debts overdue between 2 years and less than 3 years.
 - 100% of the value of debts overdue more than 3 years.
- As for doubtful debts: Allowance is made on the basis of the estimated loss.

Increases/decreases in the obligatory allowance for doubtful debts as of the balance sheet date are recorded into general and administration expenses.



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Notes to the Combined Financial Statements (cont.)

5. Inventories

Inventories are recognized at the lower of costs or net realizable value.

Costs of inventories are determined as follows:

- For materials, supplies and tools: Costs comprise costs of purchases and other directly relevant costs incurred in bringing the inventories to their present location and conditions.
- Work-in-process: Costs comprise costs of main materials, labor and other directly relevant costs.

Stock-out costs are determined in accordance with the weighted average method and recorded in line with the perpetual method.

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

Allowance for devaluation of inventories is recognized for each type of inventories when their costs are higher than their net realizable values. Increases/decreases in the obligatory allowance for devaluation of inventories as of the balance sheet date are recorded into costs of sales.

6. Prepaid expenses

Prepaid expenses comprise actual expenses incurred and relevant to financial performance in several accounting periods. Prepaid expenses of the Company mainly include expenses of tools, repair expenses and expenses of water meter replacement. These prepaid expenses are allocated over the period in which corresponding benefits are realized.

Expenses of tools

The expenses of tools being put into use are allocated into costs in accordance with the straight-line method for the maximum period of 36 months.

Expenses of fixed asset repair

The expenses of fixed asset repair incurred once with high value are allocated into costs in accordance with the straight-line method in 3 years.

Expenses of water meter replacement

The expenses of water meter replacement monthly incurred are allocated into costs in accordance with the straight-line method in 36 months.

7. Tangible fixed assets

Tangible fixed assets are presented at historical costs less accumulated depreciation. Historical costs of tangible fixed assets comprise all costs incurred by the Company to acquire the assets up to the time when it is brought to its working condition for its intended use. Subsequent costs are added to historical costs of fixed assets only if it is probable that future economic benefits associated with the asset will flow to the Company. Subsequent costs that do not meet the above conditions will be recognized as operation costs during the year.

Upon disposal or liquidation of a tangible fixed asset, its historical cost and accumulated depreciation are derecognized, then any gain or loss resulting from such disposal is included in the income or the expenses during the year.



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Notes to the Combined Financial Statements (cont.)

Tangible fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation period applied is as follows:

<u>Fixed assets</u>	<u>Years</u>
Buildings and structures	05-25
Machinery and equipment	03-10
Vehicles	03-30
Office equipment	02-08

8. Intangible fixed assets

Intangible fixed assets are presented at initial costs less accumulated amortization.

Initial costs of intangible fixed assets include all costs incurred by the Company to acquire the assets up to the time when it is brought to its working condition for its intended use. Subsequent costs relevant to intangible fixed assets are recognized as operation costs during the year in which they are incurred, unless such costs are directly attributable to a specific intangible asset and increase the future economic benefits expected to be derived from that asset.

Upon disposal or liquidation of an intangible fixed asset, its initial costs and accumulated amortization are derecognized, then any gain or loss resulting from such disposal is included in the income or the expenses during the year.

The Company's intangible fixed assets include:

Land use right

Land use right comprises all the actual costs incurred by the Company that are directly attributable to the land in use, including payments made to obtain the land use right, compensation and site clearance costs, land levelling costs, registration fees, etc.

The land use right is amortized in accordance with the straight-line method over the term of the Land Use Right Certificate; if the land use right is permanent, it is not amortized.

Computer software

Expenses attributable to computer software, which is not a part associated with the relevant hardware, will be capitalized. Costs of computer software include all the expenses paid by the Company until the date the software is put into use. The computer software is amortized in accordance with the straight-line method from 3 years to 10 years.

9. Construction-in-progress

Construction-in-progress reflects the expenses (including relevant interest expenses following the accounting policies of the Company) directly related to assets under construction and machinery and equipment under installation to serve for production, leasing, and management as well as the repair of fixed assets in progress. These assets are recorded at historical costs and not depreciated.

10. Payables and accrued expenses

Payables and accrued expenses are recorded for the amounts payable in the future associated with the goods and services received. Accrued expenses are recorded based on reasonable estimates for the amounts payable.



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Notes to the Combined Financial Statements (cont.)

The classification of payables as trade payables, accrued expenses and other payables is made on the basis of following principles:

- Trade payables reflect payables of commercial nature arising from the purchase of goods, services, or assets, of which the seller is an independent entity with the Company.
- Accrued expenses reflect expenses for goods, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operation expenses.
- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

The payables and accrued expenses are classified as short-term and long-term items in the Combined Balance Sheet on the basis of their remaining term as of the balance sheet date.

11. Owner's capital

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

12. Profit distribution

Profit after tax is distributed to the shareholders after appropriation for funds under the Charter of the Company as well as legal regulations and approved by voting of the General Meeting of Shareholders.

The distribution of profit to the shareholders is made with consideration toward non-cash items in the retained earnings that may affect cash flows and payment of dividends such as profit due to revaluation of assets contributed as investment capital, profit due to revaluation of monetary items, financial instruments and other non-cash items.

The dividends are recorded as payables upon approval by voting of the General Meeting of Shareholders and Notice of dividend payment of the Board of Directors.

13. Recognition of revenue and income

Revenue from clean water supply

Revenue from clean water supply is recorded monthly on the basis of the volume of water (m3) consumed by customers (which is defined by taking water meter index at the end of the period less water meter index at the beginning of the period) multiplied by the unit price decided by Ba Ria -Vung Tau Province People's Committee (currently known as Ho Chi Minh City People's Committee) from time to time.

Revenue from provisions of services

Revenue from provisions of services shall be recognized when all of the following conditions are satisfied:

- The amount of revenue can be measured reliably. When the contract stipulates that the buyer is entitled to return the services provided under specific conditions, the revenue is recognized only when these specific conditions are no longer existed and the buyer is not entitled to return the services provided.
- The Company received or shall probably receive the economic benefits associated with the provision of services.
- The stage of completion of the transaction at the end of reporting period can be measured reliably.
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

In the case that the services are provided in several accounting periods, the determination of revenue is done on the basis of the volume of work done as of the balance sheet date.



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Notes to the Combined Financial Statements (cont.)

Interest

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

Dividends shared

Dividends shared are recognized when the Company has the right to receive dividends from the capital contribution. The dividends received in the form of shares are accounted for by tracking only the increase in the number of shares held, with no recognition of the value of the shares received.

14. Construction contracts

Construction contract is a contract agreed for acquisition of an asset or combined assets closely relevant or mutually dependent on their design, technology, function or basic using purpose.

When the outcome of the construction contracts is estimated reliably,

- For the construction contracts stipulating that the contractors are paid according to the planned progress, revenue and costs related to these contracts are recognized in proportion to the stage of completion of contract activity as determined by the Company itself.
- For the construction contracts stipulating that the contractors are paid according to the work actually performed, revenue and costs related to these contracts are recognized in proportion to the stage of completion of contract activity as confirmed in the invoices made by the customers.

Increases/decreases in revenue of the works done, compensation receivable and other receivables are only recognized upon the agreement with customers.

When the outcome of the construction contracts cannot be estimated reliably,

- Contract revenue is recognized only to the extent that contract costs incurred are expected to be reliably recoverable.
- Contract costs are only recognized as actually incurred.

The difference between the accumulated revenue from the construction contract already recognized and the accumulated amount in the invoices according to the planned progress of contract is recognized as an amount receivable or an amount payable according to the planned progress of implementation of the construction contracts.

15. Borrowing costs

Borrowing costs are interest and other costs that the Company directly incurs in connection with the borrowing.

Borrowing costs are recorded as an expense when they are incurred. In case the borrowing costs are directly attributable to the construction or the production of an asset in progress, which takes a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be included in the cost of that asset. To the extent that the borrowings are especially for the purpose of construction of fixed assets and investment properties, the interest is eligible for capitalization even if construction period is under 12 months. Incomes arisen from provisional investments as borrowings are recognized as a decrease in the costs of relevant assets.

In the event that general borrowings are partly used for the acquisition, construction or production of an asset in progress, the costs eligible for capitalization will be determined by applying the capitalization rate to average accumulated expenditure on construction or production of that asset. The capitalization rate is computed at the weighted average interest rate of the borrowings not yet paid during the year, except for particular borrowings serving the purpose of obtaining a specific asset.



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Notes to the Combined Financial Statements (cont.)

16. Expenses

Expenses are those that result in outflows of the economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenues are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

17. Corporate income tax

Corporate income tax includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the assessable income. The assessable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

Deferred income tax

Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the Financial Statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of assessable income in the future against which the temporarily deductible differences can be used.

Carrying values of deferred corporate income tax assets are considered as of the balance sheet date and will be reduced to the rate that ensures enough assessable income against which the benefits from part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered as of the balance sheet date and are recorded when there is certainly enough assessable income to use these unrecognized deferred corporate income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rate to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the Income Statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity.

The Company shall offset deferred tax assets and deferred tax liabilities if:

- The Company has the legal right to offset current income tax assets against current income tax liabilities; and
- Deferred income tax assets and deferred income tax liabilities are relevant to corporate income tax which is under the management of one tax authority either:
 - Of the same subject to corporate income tax; or
 - The Company has intention to pay current income tax liabilities and current income tax assets on a net basis or recover tax assets and settle tax liability simultaneously in each future period to the extent that the majority of deferred income tax liabilities or deferred income tax assets are paid or recovered.



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Notes to the Combined Financial Statements (cont.)

18. Related parties

A party is considered a related party of the Company in case that party is able to control the Company or to cause material effects on the financial decisions as well as the operations of the Company. A party is also considered a related party of the Company in case that party is under the same control or is subject to the same material effects.

Considering the relationship of related parties, the nature of relationship is focused more than its legal form.

19. Segment reporting

A business segment is a distinguishable component of the Company that is engaged in manufacturing or providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Company that is engaged in manufacturing or providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

The segment information is prepared and presented in conformity with the accounting policies applicable to the preparation and presentation of the Combined Financial Statements of the Company.

20. Financial instruments

Financial assets

The classification of financial assets depends on their nature and purposes and is determined at the date of initial recognition. The financial assets of the Company include cash and cash equivalents, trade receivables, other receivables, and listed and non-listed financial instruments.

At the date of initial recognition, financial assets are recognized at cost plus other costs directly related to the acquisition or issuance of those financial assets.

Financial liabilities

The classification of financial liabilities depends on their nature and purposes and is determined at the date of initial recognition. The financial liabilities of the Company include trade payables, borrowings, and other payables.

At the date of initial recognition, financial liabilities are recorded at cost less other costs directly related to those financial liabilities.

Equity instrument

Equity instrument is the contract which can prove the remaining benefits in the assets of the Company after deducting all of its liabilities.

Offsetting financial instruments

Financial assets and financial liabilities will be offset against each other and reflected at their net values in the Combined Balance Sheet when, and only when, the Company:

- has a legal right to offset the recognized amounts; and
- has intention either to settle on a net basis, or to recognize the asset and to settle the liability simultaneously.



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Notes to the Combined Financial Statements (cont.)**V. ADDITIONAL INFORMATION ON THE ITEMS PRESENTED IN THE COMBINED BALANCE SHEET****1. Cash and cash equivalents**

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	4.883.446.810	1.356.143.373
Cash in bank	24.443.046.782	6.912.014.397
Cash equivalents – <i>Bank deposits of which the principal maturity is 3 months or less</i>	28.000.000.000	144.300.000.000
Total	<u>57.326.493.592</u>	<u>152.568.157.770</u>

2. Financial investments

The financial investments of the Company include held-to-maturity investments and investments in other entities. The Company's financial investments are as follows:

2a. Held-to-maturity investments

This item reflects bank deposits of which the remaining term is less than 12 months.

2b. Investments in other entities

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Original amount</u>	<u>Provisions</u>	<u>Original amount</u>	<u>Provisions</u>
<i>Investments in associates</i>	<i>28.591.417.984</i>	<i>-</i>	<i>28.591.417.984</i>	<i>-</i>
Phu My Water Supply Joint Stock Company ⁽ⁱ⁾	25.791.417.984	-	25.791.417.984	-
Vung Tau Sports Joint Stock Company (formerly known as OSC Tourism Sports Joint Stock Company) ⁽ⁱⁱ⁾	2.800.000.000	-	2.800.000.000	-
<i>Investments into other entities</i>	<i>26.878.370.900</i>	<i>-</i>	<i>26.878.370.900</i>	<i>-</i>
Chau Duc Water Supply Shareholding Company ⁽ⁱⁱⁱ⁾	21.534.000.000	-	21.534.000.000	-
Vung Tau Environment Services and Urban Project Joint Stock Company ^(iv)	5.344.370.900	-	5.344.370.900	-
Total	<u>55.469.788.884</u>	<u>-</u>	<u>55.469.788.884</u>	<u>-</u>

(i) The Company invested an amount of VND 25.791.417.984 in Phu My Water Supply Joint Stock Company, equivalent to 8.346.064 shares, accounting for 16,69% of charter capital.

(ii) The Company invested an amount of VND 2.800.000.000 in Vung Tau Sports Joint Stock Company (formerly known as OSC Tourism Sports Joint Stock Company), equivalent to 280.000 shares, accounting for 35% of charter capital.

(iii) The Company invested an amount of VND 21.534.000.000 in Chau Duc Water Supply Shareholding Company, equivalent to 2.940.300 shares, accounting for 5,11% of charter capital.

(iv) The Company invested an amount of VND 5.344.370.900 in Vung Tau Environment Services and Urban Project Joint Stock Company, equivalent to 515.803 shares, accounting for 9,55% of charter capital.



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Notes to the Combined Financial Statements (cont.)*Fair value*

The Company has not measured the fair value of the investments because there is no specific instruction on measurement of fair value.

Operation of the associates

The associates have been in the normal operation and have not experienced any significant change against the previous year.

Transactions with the associates

The significant transactions between the Company and its associates are as follows:

	<u>Current year</u>	<u>Previous year</u>
<i>Phu My Water Supply Joint Stock Company</i>		
Dividends payable	10.135.196.000	10.135.196.000
Dividends shared	25.038.192.000	8.346.063.550
Provision of construction and installation services	5.619.355.667	40.840.944
Provision of other services	64.814.815	64.814.815
Advances for construction costs	-	3.196.726.220

3. Short-term trade receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
Trade receivables for water supply	15.305.658.603	8.345.677.407
Trade receivables for construction and installation services	-	431.881.595
Total	15.305.658.603	8.777.559.002

4. Short-term prepayments to suppliers

	<u>Ending balance</u>	<u>Beginning balance</u>
Nhat Hung Construction Investment Co., Ltd.	1.249.641.000	-
Hung Anh Trading Technical Service Co., Ltd.	781.655.819	-
Duy Bao Technology Service Trading Joint Stock Company	296.460.000	845.640.000
Far East Yachts Company Limited	-	269.386.560
An Binh Full Construction Commercial Services Company Limited	367.000.000	290.000.000
Other suppliers	793.553.684	630.002.900
Total	3.488.310.503	2.035.029.460

In which, the ending balance of prepayments to suppliers in relation to construction investment is VND 3.146.062.803 (beginning balance: VND 290.000.000).

5. Other short-term receivables

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Value</u>	<u>Allowance</u>	<u>Value</u>	<u>Allowance</u>
Advances	30.000.000	-	140.000.000	-
Term deposit interest to be received	3.597.714.931	-	2.917.431.342	-
Other short-term receivables	185.314.162	-	180.895.693	-
Total	3.813.029.093	-	3.238.327.035	-



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Notes to the Combined Financial Statements (cont.)**6. Doubtful debts**

	Overdue period	Ending balance		Overdue period	Beginning balance	
		Original amount	Recoverable amount		Original amount	Recoverable amount
Trade receivables for water supply	More than 3 years	361.408.755	-	More than 3 years	403.466.250	-
Total		361.408.755	-		403.466.250	-

Changes in allowances for doubtful receivables and loans are as follows:

	Current year	Previous year
Beginning balance	403.466.250	692.296.754
Reversal of allowances	(42.057.495)	(288.830.504)
Ending balance	361.408.755	403.466.250

7. Inventories

	Ending balance		Beginning balance	
	Original costs	Allowance	Original costs	Allowance
Materials and supplies	38.676.236.132	-	33.840.804.056	-
Tools	1.403.633.176	-	1.018.133.148	-
Work-in-process	12.287.972.457	-	10.188.986.977	-
Total	52.367.841.765	-	45.047.924.181	-

8. Long-term prepaid expenses

	Ending balance	Beginning balance
Expenses of tools	2.433.422.229	2.617.381.449
Expenses of fixed asset repair	6.742.253.743	7.442.494.209
Expenses of water meter replacement	42.547.773.894	32.537.115.115
Other long-term prepaid expenses	2.110.277.337	3.678.545.069
Total	53.833.727.203	46.275.535.842

9. Tangible fixed assets

	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Historical costs					
Beginning balance	526.327.446.461	112.629.905.414	1.338.387.505.412	6.664.483.515	1.984.009.340.802
Completed constructions	2.711.378.103	5.039.372.932	94.709.828.101	256.270.000	102.716.849.136
Liquidation, disposal	(10.291.636.238)	(19.100.261.203)	(4.156.570.242)	(31.000.000)	(33.579.467.683)
Ending balance	518.747.188.326	98.569.017.143	1.428.940.763.271	6.889.753.515	2.053.146.722.255
<i>In which:</i>					
Assets fully depreciated but still in use	167.789.799.275	77.088.463.170	657.858.995.298	4.907.369.996	907.644.627.739
Assets waiting for liquidation	-	-	-	-	-



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	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Depreciation					
Beginning balance	236.698.805.864	101.752.906.547	891.405.095.429	5.553.946.561	1.235.410.754.401
Depreciation during the year	21.471.938.881	3.742.019.383	70.156.230.062	302.833.017	95.673.021.343
Liquidation, disposal	(10.291.636.238)	(19.100.261.203)	(4.156.570.242)	(31.000.000)	(33.579.467.683)
Ending balance	247.879.108.507	86.394.664.727	957.404.755.249	5.825.779.578	1.297.504.308.061
Carrying values					
Beginning balance	289.628.640.597	10.876.998.867	446.982.409.983	1.110.536.954	748.598.586.401
Ending balance	270.868.079.819	12.174.352.416	471.536.008.022	1.063.973.937	755.642.414.194
<i>In which:</i>					
Assets temporarily not in use	-	-	-	-	-
Assets waiting for liquidation	-	-	-	-	-

10. Intangible fixed assets

	Land use right	Computer software	Total
Initial costs			
Beginning balance	550.000.000	2.608.462.319	3.158.462.319
Acquisition during the year	-	849.705.000	849.705.000
Ending balance	550.000.000	3.458.167.319	4.008.167.319
<i>In which:</i>			
Assets fully amortized but still in use	-	1.913.734.819	1.913.734.819
Amortization			
Beginning balance	-	2.232.846.827	2.232.846.827
Amortization during the year	-	213.219.842	213.219.842
Ending balance	-	2.446.066.669	2.446.066.669
Carrying values			
Beginning balance	550.000.000	375.615.492	925.615.492
Ending balance	550.000.000	1.012.100.650	1.562.100.650
<i>In which:</i>			
Assets temporarily not in use	-	-	-
Assets waiting for liquidation	-	-	-

11. Construction-in-progress

	Beginning balance	Increase during the year	Inclusion into fixed assets during the year	Inclusion into expenses	Ending balance
Acquisition of fixed assets	384.438.035	7.777.667.942	(7.977.845.977)	-	184.260.000
Construction-in-progress	42.009.175.592	113.495.613.735	(92.435.131.124)	(10.694.461.343)	52.375.196.860
- Renovation of D760 transmission pipeline along Vo Nguyen Giap Street from Km 72+910 to Km 73+610	-	11.593.724.051	-	-	11.593.724.051
- Other projects	42.009.175.592	101.901.889.684	(92.435.131.124)	(10.694.461.343)	40.781.472.809
Large repair of fixed assets	-	4.411.547.879	(2.303.872.035)	(2.107.675.844)	-
Total	42.393.613.627	125.684.829.556	(102.716.849.136)	(12.802.137.187)	52.559.456.860

These notes form an integral part of and should be read in conjunction with the Combined Financial Statements



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Notes to the Combined Financial Statements (cont.)**12. Short-term trade payables**

	Ending balance	Beginning balance
Far East Yachts Company Limited	2.317.477.861	1.740.722.694
Duy An Trading Construction Investment Company Limited	874.997.640	75.976.920
Tay Bac Construction Company Limited	752.703.840	-
Mr. Vu Hung Manh	472.595.682	1.331.881.510
Mr. Nguyen Van Tuan	487.563.605	706.057.456
Mr. Duong Duy Khoe	978.102.766	696.382.840
Other suppliers	838.944.371	663.623.931
Total	6.722.385.765	5.214.645.351

In which, the ending balance of trade payables in relation to acquisition of fixed assets is VND 27.806.900 (beginning balance: VND 32.663.300).

The Company has no overdue trade payables.

13. Short-term advances from customers

	Ending balance	Beginning balance
<i>Advances from related party</i>	<i>1.647.274.000</i>	<i>3.152.618.000</i>
Phu My Water Supply Joint Stock Company	1.647.274.000	3.152.618.000
<i>Advances from other customers</i>	<i>4.687.078.427</i>	<i>-</i>
Olympia Civil Construction Limited Liability Company	4.585.585.548	-
Other customers	101.492.879	-
Total	6.334.352.427	3.152.618.000

14. Taxes and other obligations to the State Budget

	Beginning balance		Increase during the year		Ending balance	
	Payables	Receivables	Amount payable	Amount paid	Payables	Receivables
VAT on local sales	1.835.144.809	-	25.844.262.764	(27.137.680.305)	541.727.268	-
Corporate income tax	-	3.965.936.467	29.085.026.925	(38.000.000.000)	-	12.880.909.542
Personal income tax	1.257.209.627	-	19.291.153.631	(20.007.743.813)	540.619.445	-
Natural resource tax	7.963.049	-	56.018.168	(72.422.994)	-	8.441.777
Land rental	-	-	1.288.490.383	(1.514.733.652)	-	226.243.269
Fees, legal fees, and other duties	7.129.467.850	-	112.069.022.832	(63.248.292.110)	55.950.198.572	-
Total	10.229.785.335	3.965.936.467	187.633.974.703	(149.980.872.874)	57.032.545.285	13.115.594.588

Value added tax (VAT)

The Company has to pay VAT in accordance with the deduction method. The VAT rates applied are as follows:

- Water supply 05%
- Other services 10%

(From 01 January 2025 to 31 December 2025, the Company is applied the VAT rate of 8% to some goods and services in accordance with the Decrees No. 180/2024/NĐ-CP dated 31 December 2024 and No. 174/2025/NĐ-CP dated 30 June 2025 of the Government guiding the Resolutions No. 174/2024/QH15 dated 30 November 2024 and No. 204/2025/QH15 dated 17 June 2025 of the National Assembly)



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Notes to the Combined Financial Statements (cont.)**Corporate income tax (CIT)**

From 2018, the Company has paid corporate income tax at the rate of 10% for income from water production because the Company meets the requirements for type, criteria, scale and standards for socialized entities operating in the environmental field.

Income from other activities is subject to the corporate income tax at the rate of 20%.

The estimated corporate income tax payable during the year is as follows:

	Current year	Previous year
Total accounting profit before tax	290.376.233.295	284.679.387.735
Increases/(decreases) of accounting profit to determine taxable income:		
- Increases	5.454.130.277	5.074.860.610
Taxable income	295.832.663.572	289.754.248.345
Income exempted from tax	(35.690.304.100)	(14.587.726.100)
Assessable income	260.142.359.472	275.166.522.245
Corporate income tax rate	20%	20%
Corporate income tax payable at common tax rate	52.028.471.894	55.033.304.449
Differences due to the application of rate other than common tax rate	(22.942.984.969)	(25.638.769.871)
Adjustments of corporate income tax of the previous years	-	563.238.634
Corporate income tax to be paid	29.085.026.925	29.957.773.212

Determination of corporate income tax liability of the Company is based on currently applicable regulations on tax. Nonetheless, these tax regulations may change from time to time and tax regulations applicable to variety of transactions can be interpreted differently. Hence, the tax amounts presented in the Combined Financial Statements can be changed upon the inspection of tax authorities.

Natural resource tax

The Company has to pay natural resource tax imposed on underground water exploitation at the following tax rates:

- Underground water exploitation for production 03%
- Underground water exploitation for other purposes 01%

Land rental

The Company has to pay land rental as announced by Ba Ria – Vung Tau Province Tax Authority.

Fees, legal fees, and other duties

The fee applied to wastewater from daily activities is charged at the rate of 10% of the current water price charged by the Water Supply Company for tap water users. The entire wastewater fee must be paid to the State Budget after deducting the charges for fee collection, which are 10% of the total wastewater fee according to the Decision No. 59/2013/QĐ-UBND dated 31 December 2013 of the Chairman of Ba Ria – Vung Tau Province People's Committee.

The industrial wastewater fee has to be paid as announced by Ba Ria – Vung Tau Province Department of Natural Resources and Environment.

15. Payables to employees

The salary fund is established on the basis of the pay rate of VND 2.000/m³ of commercial water according to the Decision No. 03-2017/BBH-HĐQT dated 08 July 2017 of the Board of Directors.



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Notes to the Combined Financial Statements (cont.)**16. Short-term accrued expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Raw water costs	4.657.189.500	-
Leave pay	1.984.708.000	1.965.433.000
Accruals for Forest Development and Protection Fund	816.595.498	743.281.760
Other short-term accrued expenses	545.871.260	25.476.668
Total	8.004.364.258	2.734.191.428

17. Other short-term payables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related parties</i>	-	47.014.017.500
Phu My Water Supply Joint Stock Company –		
Dividends payable	-	5.574.558.000
Ba Ria – Vung Tau Province People’s Committee –		
Dividends payable	-	29.875.553.300
Ba Ria – Vung Tau Province Party Committee –		
Dividends payable	-	11.563.906.200
<i>Payables to other organizations and individuals</i>	8.165.789.812	72.887.174.737
Insurance premiums	-	3.594.792
Receipt of short-term deposits, mortgages	2.445.724.850	1.785.724.850
Dividends, profit payable	5.091.786.060	56.145.280.560
Support and compensation ⁽ⁱ⁾	-	14.350.165.525
Wastewater fee	503.443.329	503.443.329
Other short-term payables	124.835.573	98.965.681
Total	8.165.789.812	119.901.192.237

- ⁽ⁱ⁾ This is the compensation and support according to the Decision No. 1864/QĐ-UBND dated 06 March 2024 of Vung Tau City People’s Committee regarding the approval of the compensation plan for the Company’s water supply system, which is located in the construction site for upgrading and expanding Provincial Road 994 from Long Son Big House roundabout to Highway 51, and constructing road from Highway 51 to Cu Lap Bridge, Ho Chi Minh City (formerly known as Vung Tau City). According to the project progress, the Company is in the process of dismantling and relocating the existing water pipelines to hand over the construction site to Vung Tau City People’s Committee. During the year, the Company sent the Official Letters on the handover and return of recovered assets, i.e. D800 and D760 pipelines, to the relevant departments and agencies. On 20 May 2025, the Traffic and Civil Works Project Management Board issued the Official Letter No. 826/CV-QLDA to Vung Tau City People’s Committee for making review, direction, and organization of the liquidation procedures for the D800 and D760 water supply pipelines to refund the State Budget invested in the project as prescribed. According to this Official Letter, and based on Clause 2, Article 14 of the Decree No. 88/2024/NĐ-CP, the entity responsible for compensation, support, and resettlement is obligated to sell recovered materials, supplies, and assets. The Company does not have the function or responsibility to sell the recovered materials, i.e. D800 and D760 pipelines. Therefore, the Company has recognized the compensation and support amount as other income in the current year.

The Company has no other overdue payables.



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Notes to the Combined Financial Statements (cont.)**18. Borrowings****18a. Short-term borrowings**

This item reflects the current portion of long-term borrowing from Vietnam Development Bank – Vung Tau Branch (see Note No. V.18b).

The Company is solvent over short-term borrowings.

Details of increases/(decreases) of short-term borrowing during the year are as follows:

	Beginning balance	Increase during the year	Transfer from long-term borrowings	Amount paid during the year	Ending balance
Short-term borrowings from banks	-	12.720.704.196	-	(12.720.704.196)	-
Current portions of long-term borrowings from banks	5.661.562.993	-	314.531.276	-	5.976.094.269
Total	5.661.562.993	12.720.704.196	314.531.276	(12.720.704.196)	5.976.094.269

18b. Long-term borrowings

The unsecured borrowing of VND 9.593.203.943 from Vietnam Development Bank (formerly known as Vietnam Development Support Fund) is to pay domestic consultancy fees for Ho Da Den Water Supply System project – Phase I. This borrowing constitutes a part of the borrowing agreement dated 30 March 1998 between the Overseas Economic Cooperation Fund of Japan and the Government of the Socialist Republic of Vietnam, granting for the Water Supply project in Southern Vietnam (i.e. Dong Nai and Ba Ria – Vung Tau Provinces). According to this agreement, the borrowing repayment schedule is 30 years, from 20 March 2008, including two installments per year, falling due on 20 March and 20 September annually. Currently, the Company has not received any announcements of specific borrowing repayment schedule and outstanding balance from Vietnam Development Bank and the Ministry of Finance as well.

The Company is solvent over long-term borrowings.

The repayment schedule of long-term borrowing is as follows:

	Ending balance	Beginning balance
1 year or less	5.976.094.269	5.661.562.993
More than 1 year to 5 years	1.258.125.104	1.258.125.104
More than 5 years	2.358.984.570	2.673.515.846
Total debts	9.593.203.943	9.593.203.943

Details of increases/(decreases) of long-term borrowing during the year are as follows:

	Current year	Previous year
Beginning balance	3.931.640.950	4.246.172.226
Transfer to short-term borrowing	(314.531.276)	(314.531.276)
Ending balance	3.617.109.674	3.931.640.950

19. Bonus and welfare funds

	Current year	Previous year
Beginning balance	9.643.185.820	3.954.007.426
Increase due to appropriation from profit	34.500.000.000	32.385.112.261
Disbursement during the year	(35.241.517.000)	(26.695.933.867)
Ending balance	8.901.668.820	9.643.185.820



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Notes to the Combined Financial Statements (cont.)**20. Owner's equity****20a. Statement of changes in owner's equity**

	Owner's capital	Investment and development fund	Retained earnings	Total
Beginning balance of the previous year	900.000.000.000	116.668.156.620	28.014.143.838	1.044.682.300.458
Capital increase from investment and development fund	100.075.690.000	(100.075.690.000)	-	-
Profit in the previous year	-	-	254.721.614.523	254.721.614.523
Appropriation for funds in the previous year	-	38.208.242.178	(70.593.354.439)	(32.385.112.261)
Dividend distribution in the previous year	-	-	(200.008.325.900)	(200.008.325.900)
Ending balance of the previous year	1.000.075.690.000	54.800.708.798	12.134.078.022	1.067.010.476.820
Beginning balance of the current year	1.000.075.690.000	54.800.708.798	12.134.078.022	1.067.010.476.820
Profit in the current year	-	-	261.291.206.370	261.291.206.370
Appropriation for funds in the current year	-	36.580.768.892	(71.080.768.892)	(34.500.000.000)
Dividend distribution in the current year	-	-	(200.015.138.000)	(200.015.138.000)
Ending balance of the current year	1.000.075.690.000	91.381.477.690	2.329.377.500	1.093.786.545.190

20b. Details of owner's capital

	Ending balance	Beginning balance
Ba Ria – Vung Tau Province People's Committee (currently known as Ho Chi Minh City People's Committee)	362.505.030.000	362.505.030.000
Ba Ria – Vung Tau Province Party Committee (currently known as Ho Chi Minh City Party Committee)	105.126.420.000	105.126.420.000
Other shareholders	532.444.240.000	532.444.240.000
Total	1.000.075.690.000	1.000.075.690.000

20c. Shares

	Ending balance	Beginning balance
Number of shares registered to be issued	100.007.569	100.007.569
Number of shares issued	100.007.569	100.007.569
- Common shares	100.007.569	100.007.569
- Preferred shares	-	-
Number of shares repurchased	-	-
- Common shares	-	-
- Preferred shares	-	-
Number of outstanding shares	100.007.569	100.007.569
- Common shares	100.007.569	100.007.569
- Preferred shares	-	-

Par value per outstanding share: VND 10.000.



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Notes to the Combined Financial Statements (cont.)**20d. Profit distribution**

According to the Resolution No. 01/NQ-DHĐCĐ dated 29 April 2025 of 2025 Annual General Meeting of Shareholders, the Company approved 2024 profit distribution plan as follows:

	Amount to be distributed	Amount appropriated in the previous year	Amount appropriated in the current year
• Dividend distribution in cash (19% of par value)	182.008.325.900	182.008.325.900	-
• Appropriation for investment and development fund (15% of 2024 profit after tax)	38.208.242.178	38.208.242.178	-
• Appropriation for bonus and welfare funds (13,27% of 2024 profit after tax)	33.801.558.247	32.000.000.000	1.800.000.000

During the year, the Company also temporarily appropriated the bonus and welfare funds and the investment and development fund for the respective amounts of VND 32.700.000.000 VND and 36.580.768.892 based on 2025 profit distribution plan dated 29 April 2025 of the General Meeting of Shareholders and the Board of Directors' Meeting Minutes No. 08-2025/BBH-HĐQT approved on December 13, 2025.

Implementing the Resolution of 2025 General Meeting of Shareholders, the Company's Board of Directors approved the following Resolutions:

- The Resolution No. 04/2025/NQ-HĐQT dated 09 June 2025:
 - Payment of retained earnings of previous years at the rate of 1% of par value per share, equivalent to VND 10.000.756.900.
 - 1st advance for 2025 dividends at the rate of 9% of par value per share, equivalent to VND 90.006.812.100.
- The Resolution No. 07/2025/HĐQT dated 11 November 2025; 2nd advance for 2025 dividends at the rate of 10% of par value per share, equivalent to VND 100.007.569.000.

VI. ADDITIONAL INFORMATION ON THE ITEMS PRESENTED IN THE COMBINED INCOME STATEMENT**1. Revenue from sales of goods and provisions of services****1a. Gross revenue**

	Current year	Previous year
Revenue from finished water supply	740.806.766.850	739.898.805.280
Revenue from construction and installation services	9.391.469.348	2.619.788.551
Revenue from provisions of services	1.980.000.000	1.980.000.000
Other revenues	405.176.187	81.747.863
Total	752.583.412.385	744.580.341.694

1b. Revenue from sales of goods and provisions of services to related parties

Apart from sales of goods and service provisions to the associates presented in Note No. V.2, the Company only provided the operation service to Chau Duc Water Supply Shareholding Company with the revenue amount of VND 1.980.000.000 (previous year: VND 1.980.000.000).



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Notes to the Combined Financial Statements (cont.)**2. Costs of sales**

	Current year	Previous year
Costs of finished water supply	312.379.632.119	307.069.210.421
Costs of construction and installation services	7.964.891.530	1.159.257.347
Costs of service provisions	32.022.850	324.210.840
Total	320.376.546.499	308.552.678.608

3. Financial income

	Current year	Previous year
Term deposit interest	11.021.997.144	8.956.493.187
Demand deposit interest	92.222.507	43.092.964
Loan interest	-	1.154.884.931
Dividends shared	35.690.304.100	14.587.726.100
Total	46.804.523.751	24.742.197.182

4. Selling expenses

	Current year	Previous year
Expenses for employees	27.945.889.966	29.957.856.124
Materials, packages	22.584.236.361	17.934.248.520
Warranty expenses	7.544.968.651	6.098.594.656
Depreciation/(amortization) of fixed assets	95.628.223	-
Pipeline repair and renovation expenses	35.572.610.805	23.444.172.310
Other expenses	8.877.244.521	5.856.486.836
Total	102.620.578.527	83.291.358.446

5. General and administration expenses

	Current year	Previous year
Expenses for employees	59.108.234.740	57.918.576.309
Administrative supplies	443.846.164	790.398.349
Office supplies	3.503.844.493	3.780.339.275
Depreciation/(amortization) of fixed assets	2.987.236.427	2.802.705.919
Taxes, fees and legal fees	1.502.598.049	4.533.110.581
Reversal of allowances for doubtful debts	(42.057.495)	(288.830.504)
Hospitality expenses	6.696.729.846	6.041.019.760
Other expenses	25.294.636.529	17.542.396.906
Total	99.495.068.753	93.119.716.595

6. Other income

	Current year	Previous year
Compensation for relocation of water supply system	14.350.165.525	-
Income from transfer of supplies	-	229.037.537
Other income	11.701.400.660	11.593.552.072
Total	26.051.566.185	11.822.589.609



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Notes to the Combined Financial Statements (cont.)**7. Other expenses**

	<u>Current year</u>	<u>Previous year</u>
Costs incurred for the collection of environmental protection fees and drainage service charges	11.828.122.011	10.261.807.779
Loss on liquidation, disposal of fixed assets	386.791.966	-
Late tax payment	215.419.171	1.240.179.322
Other expenses	130.876.262	-
Total	<u>12.535.884.410</u>	<u>11.501.987.101</u>

8. Basic/diluted earnings per share

	<u>Current year</u>	<u>Previous year</u>
Accounting profit after corporate income tax	261.291.206.370	254.721.614.523
Appropriation for bonus and welfare funds	(32.700.000.000)	(32.000.000.000)
Profit used to calculate basic/diluted earnings per share	228.591.206.370	222.721.614.523
The weighted average number of ordinary shares outstanding during the year	100.007.569	100.007.569
Basic/diluted earnings per share	<u>2.286</u>	<u>2.227</u>

9. Operating costs by factors

	<u>Current year</u>	<u>Previous year</u>
Materials and supplies	132.737.902.779	119.986.326.862
Labor costs	182.485.604.305	171.699.597.698
Depreciation/(amortization) of fixed assets	95.886.241.185	98.292.130.359
Expenses for external services	56.126.172.709	42.846.654.389
Other expenses	56.806.713.485	43.401.873.705
Total	<u>524.042.634.462</u>	<u>476.226.583.013</u>

VII. OTHER DISCLOSURES**1. Contingent liabilities**

According to the Official Letter No. 11768/UBND-VP dated 04 December 2017 of Ba Ria – Vung Tau Province People's Committee, the Company has a payment liability for forest environmental services for 2011 - 2015 period through the provincial Forest Development and Protection Fund and these payments for forest environmental services during this period must be included into the Company's production costs in the year the actual payment is made. Currently, the Company has received no official announcements of the amount payable for that period, it accordingly has not recognized the liability obligation in the Combined Financial Statements.

Additionally, the Company has not received any announcements of specific repayment schedule and outstanding balance of the long-term borrowing from Vietnam Development Bank and the Ministry of Finance (see Note No. V.18b). Therefore, the Company may incur interest thereon.

2. Transactions and balances with related parties

The related parties of the Company include the key management personnel, their related individuals and other related parties.



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Notes to the Combined Financial Statements (cont.)**2a. Transactions and balances with the key management personnel and their related individuals**

The key management personnel include the Board of Directors, the Supervisory Board and the Executive Board (the Board of Management and the Chief Accountant). The key management personnel's related individuals are their close family members.

Transactions with the key management personnel and their related individuals

The Company has no sales of goods and service provisions to the key management personnel and their related individuals, and only distributed dividends to the key management personnel as follows:

	Current year	Previous year
Board of Directors	6.637.028.000	8.288.846.896
Board of Management	203.192.000	239.396.035
Supervisory Board	1.350.944.000	1.782.195.739

Receivables from and payables to the key management personnel and their related individuals

The Company has no receivables from and payables to the key management personnel and their related individuals.

Remuneration of the key management personnel

	Current year	Previous year
Board of Directors		
Mr. Dinh Chi Duc - Chairman	1.953.846.000	1.906.220.000
Mr. Nguyen Luong Dien - Vice Chairman	300.000.000	290.000.000
Mr. Vo Van Binh - Member	241.000.000	226.000.000
Ms. Le Minh Duc - Member	1.618.659.000	1.459.596.000
Mr. Nguyen Tien Lang - Member	246.000.000	236.000.000
Mr. Nguyen Canh Tung - Member	246.000.000	236.000.000
Mr. Pham Tan Luan - Member	688.084.500	226.000.000
Ms. Vo Thi Nha - Member	1.612.636.000	1.380.011.000
Ms. Tran Khanh Linh - Member	1.149.864.000	1.007.318.000
Supervisory Board		
Mr. Nguyen Quoc Huy - Head of the Board	236.000.000	226.000.000
Ms. Nguyen Thi Hoang Ngoc - Member	1.504.189.000	1.354.536.000
Ms. Nguyen Y Minh - Member	664.794.000	611.993.000
Executive Board		
Mr. Nguyen Luong Dien - General Director	1.645.024.000	1.599.134.000
Mr. Nguyen Tien Lang - Deputy General Director	1.541.754.000	1.507.830.000
Mr. Nguyen Canh Tung - Deputy General Director	1.541.754.000	1.513.990.000
Ms. Nguyen Thi Nhung - Chief Accountant	1.442.511.000	1.320.786.000
Total	16.632.115.500	15.101.414.000



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Notes to the Combined Financial Statements (cont.)**2b. Transactions and balances with other related parties**

Other related parties of the Company include:

Other related parties	Relationship
Ba Ria – Vung Tau Province People’s Committee	Major shareholder
Ba Ria – Vung Tau Province Party Committee	Major shareholder
Phu My Water Supply Joint Stock Company	Associate
Vung Tau Sports Joint Stock Company (formerly known as OSC Tourism Sports Joint Stock Company)	Associate
Chau Duc Water Supply Shareholding Company	The Company’s key management personnel and their related individuals are the key management personnel of Chau Duc Water Supply Shareholding Company
D&B Technology Service Trading Company Limited	The Company’s key management personnel are the key management personnel of D&B Technology Service Trading Company Limited
Saigon Water, Environment and Infrastructure Joint Stock Company	The key management personnel of Saigon Water, Environment and Infrastructure Joint Stock Company have close relationship with the Company’s Chairman

Transactions with other related parties

Apart from the transactions with the associates presented in Note No. V.2, the Company has the following transactions with other related parties:

	Current year	Previous year
<i>Ba Ria – Vung Tau Province People’s Committee (currently known as Ho Chi Minh City People’s Committee)</i>		
Dividends payable	72.501.006.000	72.498.396.300
<i>Ba Ria – Vung Tau Province Party Committee (currently known as Ho Chi Minh City Party Committee)</i>		
Dividends payable	21.025.284.000	21.024.527.200
<i>Chau Duc Water Supply Shareholding Company</i>		
Dividends shared	10.291.050.000	5.880.600.000
Loan	-	50.000.000.000
Loan interest	-	1.154.884.931
Liquidation of supplies	-	218.484.810
Purchase of goods	-	17.526.600
<i>Saigon Water, Environment and Infrastructure Joint Stock Company</i>		
Construction consultancy and supervision	1.061.719.908	562.277.379
<i>D&B Technology Service Trading Company Limited</i>		
Purchases of water supplies	16.730.126.860	7.429.094.200
Dividends payable	2.500.200.000	2.250.000.000

The prices of merchandise and services provided to other related parties are mutually agreed prices.
The prices of merchandise and services purchased from other related parties are mutually agreed prices



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Notes to the Combined Financial Statements (cont.)*Receivables from and payables to other related parties*

The receivables from and payables to other related parties are presented in Notes No. V.13 and V.17.

The receivables from other related parties are unsecured and will be paid in cash. There are no allowances for doubtful debts made for the receivables from other related parties.

3. Segment information

The principal business activities of the Company mainly include water production and supply (accounting for 99,44% of gross revenue) which are taken place in the territory of Ba Ria – Vung Tau Province.

4. Financial risk management

The Company is exposed to the following financial risks: credit risk, liquidity risk and market risk. The Board of Management is responsible for setting policies and controls to minimize financial risks as well as to monitor the implementation of such policies and controls.

4a. Credit risk

Credit risk is the risk that one contractual party will cause a financial loss for the Company by its failure to pay for its obligations.

Credit risk of the Company mainly arises from its trade receivables, cash in bank and loans.

Trade receivables

In order to control the trade receivables, the Company's Board of Management has released strict regulations on purchase subjects, sales limits, credit limit and credit term. The Board of Management will inspect the conformity with these regulations on sales of goods every month. Besides, the accountant follows up the receivables regularly to speed up the recovery.

Trade receivables of the Company are related to various entities and individuals; therefore, the credit risk exposed from trade receivables is low.

Cash in bank

The Company's term deposits and demand deposits are in the local banks. The Board of Management does not realize any material credit risk to these deposits.

The maximum credit risk level on financial assets is their carrying values (see Note No. VII.5 regarding carrying values of financial assets).

Analysis of outstanding age and devaluation of financial assets is as follows:

	Not yet overdue or devaluated	Already overdue and/ (or) devaluated	Total
Ending balance			
Cash and cash equivalents	57.326.493.592	-	57.326.493.592
Held-to-maturity investments	176.835.000.000	-	176.835.000.000
Trade receivables	14.944.249.848	361.408.755	15.305.658.603
Other receivables	3.783.029.093	-	3.783.029.093
Available-for-sale financial assets	26.878.370.900	-	26.878.370.900
Total	279.767.143.433	361.408.755	280.128.552.188



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Notes to the Combined Financial Statements (cont.)

	Not yet overdue or devaluated	Already overdue and/ (or) devaluated	Total
Beginning balance			
Cash and cash equivalents	152.568.157.770	-	152.568.157.770
Held-to-maturity investments	152.135.000.000	-	152.135.000.000
Trade receivables	8.374.092.752	403.466.250	8.777.559.002
Other receivables	3.098.327.035	-	3.098.327.035
Available-for-sale financial assets	26.878.370.900	-	26.878.370.900
Total	343.053.948.457	403.466.250	343.457.414.707

Information on overdue period of trade receivables is presented in Note No. V.6.

4b. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities.

The Company's liquidity risk mainly arises from the differences in maturity dates of financial assets and financial liabilities.

The Company controls liquidity risk by regularly following up the current payment requests as well as estimated payment requests in the future to maintain an appropriate amount of cash as well as borrowings, supervising the cash flows actually arisen in comparison with estimation to minimize the effects of the changes in cash flows to the Company.

The terms of payments to non-derivative financial liabilities (excluding interest payable) are based on the undiscounted payments supposed to make according to the contracts as follows:

	1 year or less	More than 1 year to 5 years	More than 5 years	Total
Ending balance				
Trade payables	6.722.385.765	-	-	6.722.385.765
Borrowings	5.976.094.269	1.258.125.104	2.358.984.570	9.593.203.943
Other payables	16.172.454.070	-	-	16.172.454.070
Total	28.870.934.104	1.258.125.104	2.358.984.570	32.488.043.778
Beginning balance				
Trade payables	5.214.645.351	-	-	5.214.645.351
Borrowings	5.661.562.993	1.258.125.104	2.673.515.846	9.593.203.943
Other payables	122.631.788.873	-	-	122.631.788.873
Total	133.507.997.217	1.258.125.104	2.673.515.846	137.439.638.167

The Board of Management believes that the risk level associated with payments to financial liabilities is low. The Company has sufficient capacity to settle all financial obligations when they are due from its operating cash flows and from the amounts receivable from mature financial assets.

4c. Market risk

Market risk is the risk that the fair value or cash flows in the future of a financial instrument will change due to changes in market prices.

Market risk exposed to the operations of the Company only includes material price risk.



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Notes to the Combined Financial Statements (cont.)

The Company is exposed to the risk related to changes in material prices. The Company manages the material price risk by following up the market information and related situations to control the time for purchasing materials, preparing manufacturing plan and keeping the volumes of inventories at reasonable level.

The Company has not used derivatives to hedge against material price risk.

4d. Collateral

The Company has not had any collateral given to or received from other entities as of 31 December 2024 and 31 December 2025.

5. Financial assets and financial liabilities**Financial assets**

Carrying values of financial assets are as follows:

	Ending balance		Beginning balance	
	Original costs	Allowance	Original costs	Allowance
Cash and cash equivalents	57.326.493.592	-	152.568.157.770	-
Held-to-maturity investments	176.835.000.000	-	152.135.000.000	-
Trade receivables	15.305.658.603	(361.408.755)	8.777.559.002	(403.466.250)
Other receivables	3.783.029.093	-	3.098.327.035	-
Available-for-sale financial assets	26.878.370.900	-	26.878.370.900	-
Total	280.128.552.188	(361.408.755)	343.457.414.707	(403.466.250)

Financial liabilities

Carrying values of financial liabilities are as follows:

	Ending balance	Beginning balance
Trade payables	6.722.385.765	5.214.645.351
Borrowings	9.593.203.943	9.593.203.943
Other payables	16.172.454.070	122.631.788.873
Total	32.488.043.778	137.439.638.167

Fair values

The Company has not measured fair value of financial assets and financial liabilities yet because the Circular No. 210/2009/TT-BTC dated 06 November 2009 of the Ministry of Finance as well as prevailing regulations have not provided specific guidance.

6. Subsequent events

There are no material subsequent events which are required adjustments or disclosures in the Combined Financial Statements.



Nguyen Thi Nhung
Chief Accountant/Preparer



Ho Chi Minh City, 04 March 2026

Nguyen Luong Dien
General Director

