

**THAI NGUYEN WATER
JOINT STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No: 109 /CTCPNS-KTTC
Re: Explanation of Profit in the Separate
Financial Statement for Q1/2026

Thai Nguyen, April 20, 2026

Dear:

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

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

Based on the Separate Financial Statement for Q1 2026.

The Company provides the following explanation for the increase in profit after corporate income tax:

Items	This year	Last year	Ratio (%)
Revenue from Sale & Services	57,171,791,989	52,491,666,396	8.92
Cost of goods sold	30,863,116,875	30,672,790,249	0.62
Finance income	482,216,351	8,048,571	5,891.33
Financial Expenses	7,178,380,573	7,539,166,907	(4.79)
Selling Expenses	4,940,809,191	4,778,723,845	3.39
General and administrative expenses	4,465,460,207	4,389,542,286	1.73
Other income	23,564	650,001,003	(100.00)
Profit after corporate income tax	7,849,778,524	4,295,558,949	82.74

Reasons:

- Revenue from sales and service provision increased by VND 4,680,125,593 due to higher commercial water output and increased revenue from water supply network expansion, equivalent to an increase of 8.92%.

- Cost of goods sold increased by VND 190,326,626 as higher revenue led to increased costs.

- Financial income increased by VND 474,167,780 due to the maturity of the Company's term deposits.

- Financial expenses decreased by VND 360,786,334 as loan principals for projects declined, resulting in gradually decreasing interest expenses over the years.

- Selling expenses and general and administrative expenses increased in line with revenue growth, leading to higher costs.



- Other income decreased by VND 649,977,439 as the previous year included sponsorship income for the water pipeline project on Ngo Sy Lien Street.

=> The revenue growth rate exceeded the cost growth rate, resulting in an increase in operating results for this period of VND 3,554,219,575, equivalent to an increase of 82.74%.

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

Sincerely./.

Recipients:

- As above;
- Board of Directors, Supervisory Board;
- The Company's Executive Board;
- Assistant to the Chairman;
- Filed Office; Accounting Department.



CHIEF EXECUTIVE OFFICER

Nguyen Xuan Hoc

