

**QUANG BINH WATER SUPPLY
JOINT STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No.: 405 /CV-NQB

Quang Tri, August 14, 2026

Re: Explanation of variance in profit after tax
in the 2026 semi-annual financial statements after audit
compared with the 2025 semi-annual financial statements

**To: - State Securities Commission of Vietnam
- Hanoi Stock Exchange**

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance providing guidance on information disclosure on the securities market.

Pursuant to the reviewed interim financial statements for the six-month accounting period ended June 30, 2026 of Quang Binh Water Supply Joint Stock Company submitted to the State Securities Commission of Vietnam and the Hanoi Stock Exchange.

Quang Binh Water Supply Joint Stock Company hereby explains the variance in profit after corporate income tax in the business performance report for the first six months of 2026 compared with the same period of 2025 as follows:

- Revenue from sales and service provision increased by 30.88% compared with the same period of 2025, equivalent to an increase of VND 20.270 billion. The increase was due to an upward adjustment in the retail price of domestic water under Decision No. 1753/QĐ-UBND dated October 1, 2025 of the Quang Tri Provincial People's Committee on adjusting the retail price of domestic water produced and supplied by Quang Binh Water Supply Joint Stock Company.

- Cost of goods sold increased by 26.47% compared with the same period of 2025, equivalent to an increase of VND 13.678 billion. The increase was mainly due to higher cost items related to tap-water production, including: raw water purchases rising from VND 350/m³ to VND 900/m³ (up 157.14%); bulk water purchased through the master meter rising from VND 6,090/m³ to VND 7,686/m³ (up 26.2%); and increases in electricity prices, disinfectant chemical costs, and other inputs used in tap-water production.

Other indicators fluctuated in line with the Company's actual production and business activities but were not significant.

The above are the main reasons for the increase in the variance of profit after tax for the first six months of 2026 compared with the same period of 2025 of Quang Binh Water Supply Joint Stock Company.

CHAIRMAN OF THE BOARD OF DIRECTORS

Recipients:

- As above,
- Administrative, General,
and Financial Accounting.



Lê Anh Dũng