

Interim Consolidated Financial statements

HAI PHONG WATER JOINT STOCK COMPANY

For the period from 01/01/2026 to 30/06/2026
(Reviewed)



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REPORT OF THE CHAIRMAN

The Chairman of Hai Phong Water Joint Stock Company ("the Company") presents its report and the Company's Interim Consolidated Financial Statements for the period from 01 January 2026 to 30 June 2026.

THE COMPANY

Hai Phong Water Joint Stock Company is an enterprise equitized from Hai Phong Water One Member Co., Ltd., according to Decision No. 732/QĐ-UBND dated 9 April 2015 of Hai Phong City People's Committee. The company operates under the Business Registration Certificate No. 0200171274 issued for the first time on 3 January 2007 and amended for the 11th time on 28 August 2025 by Hai Phong Department of Finance.

The Company's head office is located at 54 Dinh Tien Hoang, Hong Bang Ward, Hai Phong City.

Business activities according to business registration, head office and affiliated units included in the Company's Interim Consolidated Financial Statements are presented in the Notes to the Interim Consolidated Financial Statements attached to this report.

BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND SUPERVISION BOARD

Members of the Board of Directors, the Board of Management and the Supervisory Board during the period and to the reporting date are:

Board of Directors:

Mr. Tran Viet Cuong	Chairman
Mr. Tran Van Duong	Vice chairman
Mr. Cao Van Quy	Member
Mr. Trinh Anh Tuan	Member
Mr. Dang Huu Dung	Member

Board of Management:

Mr. Tran Van Duong	General Director
Mr. Cao Van Quy	Deputy General Director
Mr. Trinh Anh Tuan	Deputy General Director
Mr. Nguyen Danh Quan	Deputy General Director

Supervisory Board:

Mr. Pham Quang Huy	Head of the Board	(Appointed on 22/04/2026)
Mrs. Le Thi Huong	Head of the Board	(Resigned on 22/04/2026)
Mr. Nguyen Tuan Thanh	Member	(Appointed on 22/04/2026)
Mr. Nguyen Minh Hoang	Member	

LEGAL REPRESENTATIVE

The legal representative of the Company during the period and until the preparation of this Interim Consolidated Financial Statements is Mr. Tran Viet Cuong – Chairman of the Board of Directors.

AUDITORS

The auditors of AASC Auditing Firm Company Limited have taken the audit of Interim Consolidated Financial Statements for the Company.

STATEMENT OF THE CHAIRMAN'S RESPONSIBILITY IN RESPECT OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The Chairman is responsible for the Interim Consolidated Financial Statements which give a true and fair view of the financial position of the Company, its operating results and its cash flows for the period. In preparing those Interim Consolidated Financial Statements, The Chairman is required to:

- ▶ Establish and maintain an internal control system which is determined necessary by the Board of Directors and Board of Management to ensure the preparation and presentation of Interim Consolidated Financial Statements do not contain any material misstatement caused by errors or frauds;
- ▶ Select suitable accounting policies and then apply them consistently;
- ▶ Make judgments and estimates that are reasonable and prudent;
- ▶ State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Interim Consolidated Financial Statements;
- ▶ Prepare the Interim Consolidated Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of the Interim Consolidated Financial Statements;
- ▶ Prepare the Consolidated Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Chairman is responsible for ensuring that proper accounting records are kept which disclosed, with reasonable accuracy at any time, the financial position of Company and to ensure that the accounting records comply with the registered accounting system. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Chairman confirms that the Interim Consolidated Financial Statements give a true and fair view of the financial position at 30 June 2026, its operation results and cash flows for the period from 01 January 2026 to 30 June 2026 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Interim Consolidated Financial Statements.

OTHER COMMITMENTS

The Chairman confirms that our Company has fully complied with all disclosure obligations in accordance with the current laws of Vietnam.

On behalf of the Board of Directors and Board of Management,



Trần Việt Cường
Legal Representative

Approved, 25 August 2026

REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

To: Shareholders, The Board of Directors and Management
Hai Phong Water Joint Stock Company

We have reviewed the accompanying Interim Consolidated Financial Statements of Hai Phong Water Joint Stock Company prepared on 25 August 2026, which comprise Interim Consolidated Statement of financial position as at 30 June 2026, Interim Consolidated Statement of income, Interim Consolidated Statement of cash flows and Notes to the Interim Consolidated Financial Statements for the period, as set out on pages 05 to 35.

The Chairman's Responsibility

The Chairman is responsible for the preparation and presentation of these Interim Consolidated Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Interim Consolidated Financial information and for such internal control as the Chairman determines is necessary to enable the preparation and presentation of these Interim Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Interim Consolidated Financial Statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagement No. 2410 – Review of Interim Financial Statement by the Independent Auditor.

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

Auditor's Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Interim Consolidated Financial Statements does not give a true and fair view, in all material respects, of the financial position of Hai Phong Water Joint Stock Company as at 30 June 2026, and of its financial performance and its cash flows for the six-month period then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of Interim Consolidated Financial Statements.



Do Thị Hồng Thuy

Audit Director

Registered Auditor No.

2907-2025-002-1

Hanoi, 25 August 2026

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

Code	ASSETS	Note	Ending balance VND	Beginning balance VND
100	A. CURRENT ASSETS		891,972,374,492	808,662,360,345
110	I. Cash and cash equivalents		16,759,963,337	18,719,900,580
111	1. Cash	3	16,759,963,337	18,719,900,580
120	II. Short-term investment		753,877,649,147	689,199,191,366
123	1. Short-term held to maturity	4	753,877,649,147	689,199,191,366
130	III. Short-term receivables		26,170,403,899	17,825,108,410
131	1. Short-term trade receivables	5	18,890,135,698	14,040,231,036
132	2. Short-term advances to suppliers		2,981,716,949	1,441,248,952
135	3. Other short-term receivables	6	4,952,958,034	2,977,927,767
136	4. Provisions for short-term bad debts	5	(654,406,782)	(634,299,345)
140	IV. Inventories		92,414,333,823	77,218,100,310
141	1. Inventories	7	92,414,333,823	77,218,100,310
160	V. Other current assets		2,750,024,286	5,700,059,679
161	1. Short-term deferred expenses	8	364,784,963	665,284,833
162	2. VAT deductibles		274,518,059	4,817,145,947
163	3. Tax and other receivables from the State	13	2,110,721,264	217,628,899
200	B. NON-CURRENT ASSETS		1,196,503,349,574	1,285,344,305,495
220	I. Fixed assets		1,169,461,290,810	1,222,506,211,014
221	1. Tangible fixed assets	9	1,166,772,603,763	1,221,197,785,148
222	- Cost		3,856,002,519,920	3,807,461,479,177
223	- Accumulated depreciation		(2,689,229,916,157)	(2,586,263,694,029)
227	2. Intangible fixed assets	10	2,688,687,047	1,308,425,866
228	- Cost		15,389,436,573	13,479,436,573
229	- Accumulated amortisation		(12,700,749,526)	(12,171,010,707)
250	II. Long-term assets in progress		21,743,131,196	55,602,479,549
252	1. Construction in-progress	11	21,743,131,196	55,602,479,549
260	III. Long-term investments		700,000,000	700,000,000
265	1. Long-term held to maturity	4	700,000,000	700,000,000
270	IV. Other non-current assets		4,598,927,568	6,535,614,932
271	1. Long-term deferred expenses	8	4,598,927,568	6,535,614,932
280	TOTAL ASSETS		2,088,475,724,066	2,094,006,665,840

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

(Continued)

Code	RESOURCES	Note	Ending balance VND	Beginning balance VND
300	C. LIABILITIES		1,030,831,818,509	946,326,462,039
310	I. Current liabilities		321,326,043,824	200,763,991,180
311	1. Short-term trade payables	12	20,637,025,888	14,171,077,562
312	2. Short-term advances from customers		2,305,552,597	1,769,688,290
314	3. Short-term tax payables and statutory obligations	13	4,224,777,090	17,233,073,528
315	4. Payables to employees		98,716,515,754	68,177,820,195
316	5. Short-term accrued expenses	14	58,581,250,352	3,459,887,774
320	6. Other short-term payables	15	31,100,488,140	14,845,747,706
321	7. Short-term loans and liabilities	16	67,534,360,901	67,742,388,100
323	8. Bonus and welfare funds	17	38,226,073,102	13,364,308,025
330	II. Long-term liabilities		709,505,774,685	745,562,470,859
339	1. Long-term loans and liabilities	16	709,505,774,685	745,562,470,859
400	D. EQUITY		1,057,643,905,557	1,147,680,203,801
411	1. Contributed charter capital	18	742,069,400,000	742,069,400,000
411a	- Ordinary shares with voting right		742,069,400,000	742,069,400,000
412	2. Share premium		559,419,000	559,419,000
414	3. Other owner's equity		41,527,948,438	41,527,948,438
418	4. Investment and development fund		160,174,332,830	158,763,600,670
420	5. Retained earnings		73,199,860,111	161,595,304,215
420a	- Retained earnings accumulated to previous year		12,058,530,500	11,764,777,386
420b	- Undistributed profit of this period		61,141,329,611	149,830,526,829
429	6. Non-controlling interest	19	40,112,945,178	43,164,531,478
440	TOTAL RESOURCES		2,088,475,724,066	2,094,006,665,840


Nguyen Minh Ngoc
 Preparer


Nguyen Dang Ninh
 Chief Accountant


Tran Viet Cuong
 Legal Representative



Approved, 25 August 2026

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the period from 01/01/2026 to 30/06/2026

Code	ITEMS	Note	This period VND	Previous period VND
01	1. Gross revenue from goods sold and services rendered	21	697,813,923,946	671,061,252,703
02	2. Less deductions		-	-
10	3. Net revenue from goods sold and services rendered		697,813,923,946	671,061,252,703
11	4. Cost of goods sold and services rendered	22	466,399,758,922	438,054,433,047
20	5. Gross profit from goods sold and services rendered		231,414,165,024	233,006,819,656
22	7. Financial income	23	20,593,083,169	13,573,160,794
23	8. Financial expenses	24	19,397,169,678	46,954,890,928
24	In which: Borrowing costs		19,397,169,678	23,799,439,651
25	9. Selling expenses	25	88,256,961,629	82,327,035,949
26	10. General administrative expenses	26	62,158,330,664	54,701,446,905
30	11. Operating profit		82,194,786,222	62,596,606,668
31	12. Other income	27	7,339,929,956	14,421,258,207
32	13. Other expenses	28	6,957,465,418	6,891,172,892
40	14. Other profit		382,464,538	7,530,085,315
50	15. Accounting profit before tax		82,577,250,760	70,126,691,983
51	16. Current corporate income tax expense	29	16,515,450,151	14,025,338,396
52	17. Deferred corporate income tax expense		-	-
60	18. Net profit after tax		66,061,800,609	56,101,353,587
61	19. Profit after tax attributable to owners of the parent		61,141,329,611	51,473,161,203
62	20. Profit after tax attributable to non-controlling interest		4,920,470,998	4,628,192,384
70	21. EPS		824	694


 Nguyen Minh Ngoc
 Preparer


 Nguyen Dang Ninh
 Chief Accountant


 Tran Viet Cuong
 Legal Representative



Approved, 25 August 2026

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the period from 01/01/2026 to 30/06/2026

(Indirect method)

Code	ITEMS	Note	This period VND	Previous period VND
I. CASH FLOWS FROM OPERATING ACTIVITIES				
01	1. Profit before tax		82,577,250,760	70,126,691,983
	2. Adjustments for:			
02	Depreciation and amortization		103,495,960,947	105,764,757,919
03	Provisions		20,107,437	74,829,850,247
04	(Gains)/losses on exchange differences at the period-end		(2,389,677,079)	22,450,470,213
05	(Gains) from investment activities		(17,013,304,792)	(13,573,160,794)
06	Borrowing costs		19,397,169,678	23,799,439,651
08	3. Profit from operating activities before changes in working capital		186,087,506,951	283,398,049,219
09	(Increase)/Decrease in receivables		(4,868,331,879)	7,635,772,000
10	(Increase) in inventories		(15,196,233,513)	(21,733,355,526)
11	Increase in payables (excluding interest payables/CIT payables)		105,158,317,724	27,648,940,011
12	Decrease in deferred expenses		2,237,187,234	396,743,601
14	Borrowing costs have been paid		(19,603,602,151)	(24,154,436,974)
15	Corporate income tax paid		(32,287,248,850)	(13,470,586,955)
17	Other payments on operating activities		(13,515,741,776)	(12,000,084,308)
20	Net cash inflow from operating activities		208,011,853,740	247,721,041,068
II. CASH FLOWS FROM INVESTING ACTIVITIES				
21	1. Purchase of fixed assets and other long-term assets		(10,710,999,700)	(56,850,561,503)
23	3. Loans granted, purchases of debt instruments of other entities		(211,795,000,000)	(164,500,000,000)
24	4. Collection of loans, proceeds from sales of debt instruments		154,300,000,000	84,500,000,000
27	7. Interest, dividends and profit received		9,829,847,011	6,159,143,524
30	Net cash outflow from investing activities		(58,376,152,689)	(130,691,417,979)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
34	4. Repayment of borrowings		(33,875,046,294)	(39,207,350,494)
36	6. Dividends paid		(117,720,592,000)	(72,066,945,600)
40	Net cash outflow from financing activities		(151,595,638,294)	(111,274,296,094)
50	Net cash flows in the period		(1,959,937,243)	5,755,326,995
60	Cash and cash equivalents at beginning of the year		18,719,900,580	17,332,691,799
61	Impact of exchange differences		-	-
70	Cash and equivalents at the period-end		16,759,963,337	23,088,018,794

Nguyen Minh Ngoc
Preparer

Nguyen Dang Ninh
Chief Accountant

Tran Viet Cuong
Legal Representative

Approved, 25 August 2026

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the period from 01/01/2026 to 30/06/2026

1. GENERAL INFORMATION

Form of ownership

Hai Phong Water Joint Stock Company is an enterprise equitized from Hai Phong Water One Member Co., Ltd., according to Decision No. 732/QĐ-UBND dated 9 April 2015 of Hai Phong City People's Committee. The company operates under the Business Registration Certificate No. 0200171274 issued for the first time on 3 January 2007 and amended for the 11th time on 28 August 2025 by Hai Phong Department of Finance.

The Company's head office is located at No. 54 Dinh Tien Hoang, Hong Bang Ward, Hai Phong City.

The total number of employees of the parent company as at 30 June 2026 was 966 people (as at 01 January 2026: 964 people).

The total number of employees of the subsidiary as at 30 June 2026 was 86 people (as at 01 January 2026: 85 people).

Business field

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

Business sector

The Company's main business activities are:

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

The Company's operation in the period that affects the Interim Consolidated Financial Statements:

Prolonged hot weather increased customers' demand for water. This, together with the growth in the customer base, resulted in an increase in the Company's water consumption volume and revenue from water sales compared to the previous period (Note 21).

Corporate structure :

As at 30 June 2026, the Company has one subsidiary that is consolidated in the financial statements, which is:

Company name	Address	Ownership interest	Voting rights ratio	Main activities
Hai Phong Number Two Water Business Joint Stock Company	Residential Do Nha, An Duong Ward, Hai Phong City, Viet Nam	65.29%	65.29%	Extraction, treatment, and supply of clean water

2. ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 Accounting period and accounting currency

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

2.2 Standards and Applicable Accounting Policies

Applicable Accounting Policies

The Company applies Corporate Accounting System issued under the Circular No.99/2025/TT-BTC dated 27 October 2025 by the Ministry of Finance and the Circular No.202/2014/TT-BTC dated 22 December 2014 issued by Ministry of Finance, the Circular No.43/2026/TT-BTC dated 20 April 2026 issued by Ministry of Finance amending and supplementing some articles of the Circular No.202/2014/TT-BTC guiding the preparation and presentation of Consolidated Financial Statements.

Declaration of compliance with Accounting Standards and Accounting System

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

2.3 Changes in accounting policies and notes

On 27 October 2025, the Ministry of Finance issued Circular No. 99/2025/TT-BTC providing guidance on the Vietnamese Accounting System for Enterprises, replacing Circular No. 200/2014/TT-BTC dated 22 December 2014 and Circular No. 53/2016/TT-BTC dated 21 March 2016 amending and supplementing some articles of the Circular No. 200/2014/TT-BTC. The Circular is effective for annual accounting periods beginning on or after 1 January 2026. On 20 April 2026, the Ministry of Finance issued Circular No. 43/2026/TT-BTC amending and supplementing some articles of the Circular No. 202/2014/TT-BTC guiding the preparation and presentation of Consolidated Financial Statements, effective from January 01, 2026.

The company has adopted the applicable requirements of Circular No. 99/2025/TT-BTC and Circular No. 43/2026/TT-BTC effective from 1 January 2026 on a prospective basis. The Circular introduced changes in the presentation of items in the Financial Statements. The comparative information is reclassified to conform to the current period's presentation. Details on the reclassification of comparative information are disclosed in Note 35 of the Consolidated Financial Statements.

2.4 Basis for the preparation of the Interim Consolidated Financial Statements

Interim Consolidated Financial Statements are prepared based on consolidating Separate Financial Statements of the Company and Financial Statements of its subsidiaries under its control for the period from 01/01/2026 to 30/06/2026.

Consistent accounting policies are applied in Interim Financial Statements of subsidiaries and the Company. If necessary, adjustments are made to the Financial Statements of subsidiaries to ensure the consistency of application of accounting policies among the Company and its subsidiaries.

Balance, main incomes and expenses, including unrealized profits from intra-group transactions are eliminated in full from Interim Consolidated Financial Statements.

Non – controlling interests represents the portion of profit or loss and net assets of subsidiaries not held by owners.

2.5 Accounting estimates

The preparation of Interim Consolidated Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Chairman to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the

Interim Consolidated Financial Statements and the reported amounts of revenues and expenses during the accounting period.

The estimates and assumptions that have a material impact in the Interim Consolidated Financial Statements include:

- Provision for bad debts
- Estimated allocation of deferred expenses
- Estimated useful life of fixed assets
- Estimated income tax

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company's Consolidated Financial Statements and that are assessed by the Chairman to be reasonable under the circumstances.

2.6 Financial Instruments

Initial recognition

Financial assets

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

Financial liabilities

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

Subsequent measurement after initial recognition

Financial assets and financial liabilities are not revalued according to fair value at the end of the period because the prevailing statutory regulations require to present Financial statements and Notes to financial instruments but not provide any relevant instruction for assessment and recognition of fair value of financial assets and financial liabilities.

2.7 Foreign currency transactions

Foreign currency transactions during the period are translated into Vietnam Dong using the actual rate at the transaction dates (is the Telegraphic Transfer Middle (TTM) of the commercial bank where the Company regularly conducts transactions.

Actual exchange rate when revaluating monetary items denominated in foreign currencies at the reporting date of Interim Consolidated Financial Statements is determined under the following principles:

- ▶ For monetary items denominated, applying the TTM of the commercial bank where the Company regularly conducts transactions;
- ▶ For demand deposits in foreign currencies, applying the TTM of the commercial bank where the Company opens its accounts;
- ▶ For part or all of the receivables denominated in foreign currencies for which doubtful debt allowances have been made are not remeasure.

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

2.8 Cash

Cash comprises cash on hand, demand deposits.

2.9 Financial investments

Held-to-maturity investments are term deposits at banks that are held until maturity for the purpose of earning monthly interest.

2.10 Receivables

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

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

2.11 Inventories

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, if the net realizable value of inventories is lower than the original price, inventories must be valued according to the net realizable value at the reporting date of Financial Statements.

Net realizable value is estimated based on the selling price of the inventory minus the estimated costs for completing the products and the estimated costs needed for their consumption.

The cost of inventory is calculated using weighted average.

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

Provision for devaluation of inventories made at the end of the period is based on the excess of original cost of inventory over their net realizable value.

2.12 Fixed assets

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount.

Subsequent measurement after initial recognition

If these costs augment the future economic benefits obtained from the use of tangible fixed assets beyond their initial standards conditions, they are capitalized as an increase in the historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the Interim Consolidated Statement of Income in the period in which the costs are incurred.

Fixed assets are depreciated (amortised) using the straight-line method over their estimated useful lives as follows:

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

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

2.13 Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs.

2.14 Operating lease

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

2.15 Deferred expenses

The expenses incurred but related to operating results of several accounting periods are recorded as deferred expenses and are allocated to the operating results in the following accounting periods.

The calculation and allocation of long-term deferred expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria.

Types of deferred expenses include :

- ▶ Tools and supplies include assets which are possessed by the Company in an ordinary course of business, with historical cost of each asset less than 30 million dong and therefore not eligible for recording as fixed asset under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis from 01 to 02 years.
- ▶ Other deferred expenses are recorded at their historical costs and allocated on the straight-line basis from 01 to 02 years.

2.16 Payables

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

2.17 Dividend and profit payables

Dividend and profit payables (in cash or non-monetary assets) are recognized when the company has no unconditional right to avoid the obligation to pay dividends and profits to shareholders and capital-contributing members of the company according to relevant laws.

The timing of recognition is when the entity has no unconditional right to avoid the payment of dividends: after the announcement of dividend payment from the Board of Directors and the announcement of the record date for dividend payment of Vietnam Securities Depository and Clearing Corporation.

2.18 Borrowings

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

2.19 Borrowing costs

Borrowing costs are recognized as operating expenses in the period, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs".

2.20 Payables to employees

Payables to employees are recorded in accordance with the provisions of Decree 248/2025/ND-CP regulating labor management, wages and bonuses in state-owned enterprises and the Company's internal regulations. Accordingly, salary expenses during the period are accounted for based on the planned salary fund and the average increase in labor productivity.

2.21 Accrued expenses

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

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

2.22 Investment and development fund, Bonus and welfare fund

The Investment and development fund, Bonus and welfare fund are extracted from net profit after tax.

2.23 Owner's equity

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

Share premium is recorded at the difference between the par value with costs directly attributable to the issuance of shares and issue price of shares (including the case of re-issuing treasury shares) and can be a positive premium (if the issue price is higher than par value and costs directly attributable to the issuance of shares) or negative premium (if the issue price is lower than par value and costs directly attributable to the issuance of shares).

Other capital is the operating capital formed from the operating results.

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

2.24 Revenue

Revenue is recognized to extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measures regardless of when payment is being made. Revenue is measured at fair value of the consideration received, excluding discounts, rebates, and sales returns.

The following specific recognition conditions must also be met when recognizing revenue:

Revenue from sale of goods:

- ▶ The majority of risks and benefits associated with the right to own the products or goods have been transferred to the buyer;
- ▶ The company no longer holds the right to manage the goods as the goods owner, or the right to control the goods.

Revenue from provision of services:

- ▶ The percentage of completion of the transaction at the Statement of Financial Position date can be measured reliably.

Financial income

Financial incomes include income from assets yielding interest, royalties, dividends and other financial gains by the company shall be recognised when the two conditions are satisfied:

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

2.25 Cost of goods sold and provision of services

Cost of goods sold and provision of services are cost of finished products, merchandise, materials sold or services rendered during the period, and are recognized in matching with the revenue generated in the period and ensuring compliance with the prudence principle.

2.26 Financial expenses

Items recorded into financial expenses comprise:

- ▶ Borrowing costs;
- ▶ Losses from sale of foreign currency, exchange loss.

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

2.27 Selling expenses, General and administration expenses

Selling expenses comprise actual costs incurred in connection with the supply of goods and services. General and administrative expenses comprise actual costs incurred for the general administration of the Company.

2.28 Earnings per share

Basic earnings per share are calculated by dividing net profit or loss after tax for the period attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund and allowance for Board of Directors) by the weighted average number of ordinary shares outstanding during the period.

2.29 Corporate income tax

a) Current corporate income tax expenses

Current corporate income tax expenses are determined based on taxable income during the period and current corporate income tax rate.

b) Current corporate income tax rate

The Company is currently applying a corporate income tax rate of 20% for the period from 01/01/2026 to 30/06/2026.

2.30 Related Parties

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

- ▶ Organizations, directly or indirectly having control the Company, are controlled by the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;

- ▶ Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- ▶ Organizations that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises;
- ▶ Other organizations and individuals identified as related parties in accordance with current legal regulations.

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

2.31 Segment information

The clean water supply segment accounts for more than 90% of the Company's total operations, and all of the Company's activities are conducted within Hai Phong City. Therefore, the Company does not prepare segment reporting by business lines or geographical areas.

3. Cash

	<u>Ending balance</u> VND	<u>Beginning balance</u> VND
Cash on hand	38,911,304	10,020,354
Cash in bank	16,721,052,033	18,709,880,226
	<u>16,759,963,337</u>	<u>18,719,900,580</u>

Detailed information on demand deposits as at 30/06/2026 as follows:

	<u>Currency</u>	<u>Term</u>	<u>Amount</u> VND
Joint Stock Commercial Bank for Foreign Trade of Vietnam	VND	Demand	2,490,687,614
Vietnam Bank for Agriculture and Rural Development	VND	Demand	5,987,554,264
Vietnam Joint Stock Commercial Bank for Industry and Trade	VND	Demand	3,611,377,293
Other banks	VND	Demand	4,631,432,862
			<u>16,721,052,033</u>

4. Held to maturity investments

	Ending balance		Beginning balance		
	Book value	Recoverable amount	Allowance	Book value	Recoverable amount
	VND	VND	VND	VND	VND
Short-term					
Term deposits	753,877,649,147	753,877,649,147	-	689,199,191,366	689,199,191,366
	753,877,649,147	753,877,649,147	-	689,199,191,366	689,199,191,366
Long-term					
Term deposits	700,000,000	700,000,000	-	700,000,000	700,000,000
	700,000,000	700,000,000	-	700,000,000	700,000,000

Detailed information on held-to-maturity investments as at 30/06/2026 is as follows:

	Currency	Term	Amount
			VND
Vietnam Joint Stock Commercial Bank for Industry and Trade	VND	6-12 months	293,384,630,137
Joint Stock Commercial Bank for Foreign Trade of Vietnam	VND	6-12 months	118,839,660,274
Joint Stock Commercial Bank for Investment and Development of Vietnam	VND	6-12 months	104,588,054,795
Vietnam Bank for Agriculture and Rural Development	VND	6-12 months	108,263,150,685
Other banks	VND	6-24 months	129,502,153,256
			754,577,649,147

5. Short-term trade receivables

	Ending balance		Beginning balance	
	Book Value	Allowance	Book Value	Allowance
	VND	VND	VND	VND
Water bill	17,614,058,989	(365,597,782)	13,011,093,259	(345,490,345)
Water machine installation	702,714,481	(288,809,000)	676,016,681	(288,809,000)
Others	573,362,228	-	353,121,096	-
	18,890,135,698	(654,406,782)	14,040,231,036	(634,299,345)

6. Other short-term receivables

	Ending balance		Beginning balance	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Social insurance and trade union	25,654,372	-	18,475,319	-
Advance	104,256,695	-	1,256,992	-
Others	4,823,046,967	-	2,958,195,456	-
- ACC Trading -	1,835,801,630	-	1,968,429,630	-
Construction JSC				
- Others	2,987,245,337	-	989,765,826	-
	4,952,958,034	-	2,977,927,767	-

7. Inventories

	Ending balance		Beginning balance	
	Original cost	Allowance	Original cost	Allowance
	VND	VND	VND	VND
Raw material	90,256,400,959	-	74,703,117,631	-
Tools, supplies	802,697,692	-	1,455,547,093	-
Work in progress	1,252,665,100	-	974,311,676	-
Finished goods	102,570,072	-	85,123,910	-
	92,414,333,823	-	77,218,100,310	-

8. Deferred expense

	Ending balance	Beginning balance
	VND	VND
a) Short-term		
Tools, supplies	364,784,963	665,284,833
	364,784,963	665,284,833
b) Long-term		
Tools, supplies	3,251,517,796	4,012,493,394
Water jug containers and purified water supplies	528,045,517	412,639,116
Major repair	819,364,255	2,088,607,423
Others	-	21,874,999
	4,598,927,568	6,535,614,932

9. Tangible fixed assets

	Buildings VND	Machinery and equipment VND	Vehicles equipment VND	Management equipment VND	Others VND	Total VND
Historical cost						
Beginning balance	1,181,596,523,893	345,558,024,427	2,251,152,218,605	15,254,532,645	13,900,179,607	3,807,461,479,177
Construction complete	12,421,616,554	-	31,923,271,201	-	-	44,344,887,755
Purchase	-	3,965,987,988	-	230,165,000	-	4,196,152,988
Ending balance	1,194,018,140,447	349,524,012,415	2,283,075,489,806	15,484,697,645	13,900,179,607	3,856,002,519,920
Accumulated depreciation						
Beginning balance	745,371,269,400	248,809,718,643	1,567,829,012,407	11,404,160,635	12,849,532,944	2,586,263,694,029
Depreciation	33,675,585,362	8,863,638,979	59,717,807,944	582,937,057	126,252,786	102,966,222,128
Ending balance	779,046,854,762	257,673,357,622	1,627,546,820,351	11,987,097,692	12,975,785,730	2,689,229,916,157
Net carrying amount						
Beginning balance	436,225,254,493	96,748,305,784	683,323,206,198	3,850,372,010	1,050,646,663	1,221,197,785,148
Ending balance	414,971,285,685	91,850,654,793	655,528,669,455	3,497,599,953	924,393,877	1,166,772,603,763

- ▶ The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the period is VND 1,487,767,589 (Note 16.i).
- ▶ Cost of fully depreciated tangible fixed assets but still in use at the end of the period is VND 1,334,744,046,301.

10. Intangible fixed assets

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

- ▶ Historical cost as at 30/06/2026 is VND 15,389,436,573;
- ▶ Amortization during the period is VND 529,738,819;
- ▶ Accumulated amortization as at 30/06/2026 is VND 12,700,749,526.

Cost of fully amortised intangible fixed assets but still in use at the end of the period is VND 11,139,614,773.

Detail of major intangible fixed assets as at the end of the period are as follows:

Assets name	Status during the period	Historical cost	Accumulated depreciation	Net carrying amount
		VND	VND	VND
WaterGEMS Hydraulic Modeling Software (OpenFlows Water Ultimate Perpetual)	In use	1,630,000,000	134,324,075	1,495,675,925
MLCN & Customer Management Software (GEOSIS - OCX Version 8.0)	In use	1,392,421,000	1,392,421,000	-

11. Construction in-progress

	Ending balance	Beginning balance
	VND	VND
Construction in progress	3,216,569,280	26,984,523,362
Cap Tien Commune Water Supply, Tien Lang District	-	15,477,066,377
Expansion of Cau Nguyet Water Plant Capacity to 160,000 m3/day&night (i)	2,070,784,131	1,854,391,538
Upgrading the filter tank of Vat Cach Water Treatment Plant – Tank Block No. 1.	-	8,307,280,960
Others	1,145,785,149	1,345,784,487
Major repairs and Free Water machine installation under Decree No. 117/2007/ND-CP (ii)	18,526,561,916	28,617,956,187
	21,743,131,196	55,602,479,549

(i) Capacity Expansion of Cau Nguyet Water Plant to 160,000 m3/day&night:

- ▶ Location: An Lao District, Hai Phong City (now An Khanh Commune, Hai Phong City)
- ▶ Purpose of construction: increase the capacity of Cau Nguyet Water Treatment Plant to 160,000 m3/day&night
- ▶ Investor: Hai Phong Water Joint Stock Company
- ▶ Project scale: Construction of a new 100,000 m3/day&night treatment unit (comprising mixing, flocculation, sedimentation and filtration tanks, and an integrated 12,000 m3 clean water storage tank located beneath the treatment unit), and a 100,000 m3/day&night raw water pumping station to increase the plant capacity
- ▶ Project status as at 30/06/2026: The consultancy for preparing the feasibility study report to convert the project into a capacity expansion project to 160,000 m3/day&night has been completed. The project is currently awaiting approval of the appraisal results of the Environmental Impact Assessment Report.

(ii) Major repair costs and installation costs of household water meters for residents under Decree No. 117/2007/ND-CP remain incomplete.

12. Short-term trade payables

	Ending balance VND	Beginning balance VND
Other parties		
Payable to suppliers related to construction activities	6,480,275,989	3,698,514,122
<i>Viet Urban Consulting and Investment Corporation</i>	<i>1,497,739,000</i>	<i>-</i>
<i>Hai Phong Housing Construction Joint Stock Company</i>	<i>-</i>	<i>1,015,488,992</i>
<i>An Thinh Phat Trading and Services Co., Ltd.</i>	<i>1,133,468,786</i>	<i>1,133,468,786</i>
<i>ACC Trading - Construction Joint Stock Company</i>	<i>3,044,796,086</i>	<i>-</i>
<i>An Viet Hai Phong Construction and Trading Services Joint Stock Company</i>	<i>-</i>	<i>989,235,841</i>
<i>Others</i>	<i>804,272,117</i>	<i>560,320,503</i>
Payables to suppliers related to business and production activities	14,156,749,899	10,472,563,440
<i>Northern branch of Nha Be garment Corporation - Joint</i>	<i>-</i>	<i>1,608,390,000</i>
<i>Quoc Quyet Construction Mechanical Trading Co., Ltd.</i>	<i>780,975,022</i>	<i>624,991,634</i>
<i>Minh Khang Mechatronics Joint Stock Company</i>	<i>1,594,909,064</i>	<i>-</i>
<i>Hai Phong Power One-Member Limited Liability Company</i>	<i>2,529,464,839</i>	<i>2,448,192,736</i>
<i>My Phat Production and Trading Co., Ltd.</i>	<i>1,360,243,564</i>	<i>620,671,244</i>
<i>DKNEC Group Joint Stock Company</i>	<i>-</i>	<i>1,137,172,761</i>
<i>Viet Nam Hoki Joint Stock Company</i>	<i>1,410,651,490</i>	<i>-</i>
<i>Mai Phuong Mechanical Company Limited</i>	<i>1,014,362,829</i>	<i>811,632,431</i>
<i>Others</i>	<i>5,466,143,091</i>	<i>3,221,512,634</i>
	20,637,025,888	14,171,077,562

13. Short-term tax payables and statutory obligations

	Beginning balance		Movement		Ending balance	
	Receivables	Payables	Actual payment	Payables	Receivables	Payables
	VND	VND	VND	VND	VND	VND
VAT	217,628,899	-	11,209,813,907	12,862,005,218	-	1,434,562,412
Corporate income tax	-	14,639,044,139	32,287,248,850	16,949,940,125	2,092,441,656	1,394,177,070
Personal income tax	-	912,358,708	5,674,690,255	4,787,878,220	18,279,608	43,826,281
Natural resource tax	-	387,294,950	387,294,950	-	-	-
Land tax and land rental	-	-	1,572,207,720	1,572,207,720	-	-
Others	-	131,401,088	420,657,208	430,763,564	-	141,507,444
Other payables	-	1,162,974,643	4,768,063,687	4,815,792,927	-	1,210,703,883
	217,628,899	17,233,073,528	56,319,976,577	41,418,587,774	2,110,721,264	4,224,777,090

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the Interim Consolidated Financial Statements could be changed at a later date upon final determination by the tax authorities.

14. Short-term accrued expenses

	Ending balance VND	Beginning balance VND
Repair costs	53,361,616,929	-
Accrued interest expenses	3,226,603,449	3,433,035,922
Others	1,993,029,974	26,851,852
	58,581,250,352	3,459,887,774

15. Other short-term payables

	Ending balance VND	Beginning balance VND
Payables for major repairs and construction investments	11,339,904,941	2,186,956,455
- Truong Phuc Automation Joint Stock Company	-	844,896,000
- Lam Cat Thanh Transport and Construction Trading Co., Ltd.	5,254,174,000	148,205,000
- Others	6,085,730,941	1,193,855,455
Payables to internal units for unpaid expenses	7,984,568,635	3,025,597,158
- Cat Ba Water Supply Branch	249,393,130	333,413,229
- Hai Phong Water Supply Joint Stock Company - Internal Department	4,064,621,142	1,364,321,136
- Vinh Bao Water Supply Branch	902,711,949	82,823,765
- Others	2,767,842,414	1,245,039,028
Payable for drainage services remitted to the State budget	3,609,121,621	3,164,798,864
- Central Water Supply Branch	597,520,712	522,303,964
- Hai Phong Water Supply Branch 5	164,310,536	136,296,381
- Hai Phong Water Supply Branch 7	243,435,975	206,296,225
- Hai Phong Water Supply Branch 8	150,532,668	115,601,297
- Others	2,453,321,730	2,184,300,997
Trade union	101,585,262	148,119,424
Payable for bottle deposit	4,880,200,000	4,561,600,000
- Pure Water Branch	4,784,302,000	4,465,702,000
- Others	95,898,000	95,898,000
Others	3,185,107,681	1,758,675,805
- Customer deposits for water usage	626,717,988	546,717,988
- Hai Phong Water Supply Branch 7	157,579,629	115,647,099
- Central Water Supply Branch	879,972,895	22,911,581
- Branch of Clock and Construction Enterprise	422,118,238	8,960,832
- Others	1,098,718,931	1,064,438,305
	31,100,488,140	14,845,747,706

16. Loans and liabilities

	Beginning balance	Movement		Ending balance
	Book value	Increase	Decrease	Book value
	VND	VND	VND	VND
a) Short-term				
Proportion of long-term loans	67,742,388,100	33,667,019,095	33,875,046,294	67,534,360,901
ADB Project (i)	67,742,388,100	33,667,019,095	33,875,046,294	67,534,360,901
	67,742,388,100	33,667,019,095	33,875,046,294	67,534,360,901
b) Long-term				
ADB Project (i)	813,304,858,959	-	36,264,723,373	777,040,135,586
	813,304,858,959	-	36,264,723,373	777,040,135,586
Maturity within				
- next 12 months	67,742,388,100	(33,667,019,095)	(33,875,046,294)	67,534,360,901
- after 12 months	745,562,470,859			709,505,774,685

Details of loans for each project are as follows:

(i) Hai Phong City Water Supply System Expansion Project – Phase 2 under Vietnam Water Sector Development Program – Project 2: The purpose of the loan is to finance the project's expenditures. The loan was provided under the Subsidiary Loan Agreement dated 23 August 2013, between the Ministry of Finance, representing the Socialist Republic of Vietnam, and the Company, utilizing Loan No. 2961-VIE from the Asian Development Bank (ADB).

The loan was disbursed through the Hai Phong Branch of the Vietnam Development Bank with an interest rate based on the Secured Overnight Financing Rate (SOFR) (previously LIBOR for 6-month USD loans, replaced by SOFR since 2022 in accordance with the ADB notification dated 29 October 2021, and the Ministry of Finance's Official Letter No. 14882/BTC-QLN dated 28 December 2021), plus a margin of 0.4% per annum on the outstanding principal and minus/plus a discount rate (subject to semi-annual adjustments); the loan matures on 01 June 2038. Principal and interest are repayable semi-annually, with the first principal repayment due on 01 June 2019, as stipulated in the loan agreement.

The loan is secured by all rights and interests arising from the operation of facilities developed under the Hai Phong Water Supply System Upgrade Project, which have been fully registered under secured transaction regulations.

17. Bonus and welfare funds

	Bonus and welfare funds	Executive Bonus Fund	Total
Beginning balance of previous year	14,613,623,535	495,646	14,614,119,181
Distribution of 2024 profit	27,723,252,636	1,300,000,000	29,023,252,636
Use of funds during prior period	(11,616,084,308)	(384,000,000)	(12,000,084,308)
Ending balance of previous period	30,720,791,863	916,495,646	31,637,287,509
Beginning balance of current year	13,248,812,379	115,495,646	13,364,308,025
Distribution of 2025 profit (18a*)	38,377,506,853	-	38,377,506,853
Use of funds during this period	(13,402,741,776)	(113,000,000)	(13,515,741,776)
Ending balance of this period	38,223,577,456	2,495,646	38,226,073,102

18. Owner's equity

a) Changes in owner's equity

	Contributed charter capital	Share premium	Other owner's equity	Development Investment Fund	Retained earnings	Non-controlling interest	Total
	VND				VND		VND
Beginning balance of previous year (Adjusted)	742,069,400,000	559,419,000	33,249,781,250	159,283,689,499	113,969,705,439	41,085,892,992	1,090,217,888,180
Profit in the previous period	-	-	-	-	51,473,161,203	4,628,192,384	56,101,353,587
Increase of capital in subsidiary	-	-	8,278,167,188	(8,278,167,188)	-	-	-
Distribution of 2024 profit	-	-	-	7,758,078,359	(102,204,928,053)	(6,643,348,542)	(101,090,198,236)
Ending balance of previous period (Adjusted)	742,069,400,000	559,419,000	41,527,948,438	158,763,600,670	63,237,938,589	39,070,736,834	1,045,229,043,531
Beginning balance of current year	742,069,400,000	559,419,000	41,527,948,438	158,763,600,670	161,595,304,215	43,164,531,478	1,147,680,203,801
Profit in the current period	-	-	-	-	61,141,329,611	4,920,470,998	66,061,800,609
Distribution of 2025 profit	-	-	-	1,410,732,160	(149,536,773,715)	(7,972,057,298)	(156,098,098,853)
Ending balance of this period	742,069,400,000	559,419,000	41,527,948,438	160,174,332,830	73,199,860,111	40,112,945,178	1,057,643,905,557

(*) The distribution of 2025 profits between the parent company and its subsidiaries has led to the formation of the following items on the Consolidated Statement of Financial Position:

	From 01 January 2026 to 30 June 2026		
	Parent company (1)	Subsidiary distribution	
		Parent company	Non-controlling interests (2)
			Tổng cộng (3) = (1) + (2)
Appropriation to development investment fund	-	1,410,732,159	749,929,731
Appropriation to bonus and welfare fund	33,877,506,853	2,938,125,000	1,561,875,000
Dividend payment	111,310,410,000	12,058,530,500	6,410,182,000
	145,187,916,853	16,407,387,659	8,721,986,731
			153,909,903,584

b) Details of Contributed capital

	Ending balance		Beginning balance	
	VND	%	VND	%
State capital contribution	597,978,400,000	80.58	597,978,400,000	80.58
Other shareholders	144,091,000,000	19.42	144,091,000,000	19.42
	742,069,400,000	100	742,069,400,000	100

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

	This period VND	Previous period VND
Owner's Capital Contribution		
- Capital contribution at the beginning of the year	742,069,400,000	742,069,400,000
- Capital contribution at the end of the period	742,069,400,000	742,069,400,000
Dividends and Profits		
- Dividends, profits payable at the beginning of the year	-	-
- Dividends, profits payable during the period	117,720,592,000	72,066,945,600
+ Dividends, profits distributed from previous year's earning	117,720,592,000	72,066,945,600
- Dividends, profits paid in cash	117,720,592,000	72,066,945,600
+ Dividends, profits distributed from previous year's earning	117,720,592,000	72,066,945,600
- Dividends, profits payable at the end of the period	-	-

d) Share

	Ending balance	Beginning balance
Quantity of Authorized issuing shares	74,206,940	74,206,940
Quantity of issued shares and fully paid	74,206,940	74,206,940
- Common shares	74,206,940	74,206,940
Quantity of outstanding shares in circulation	74,206,940	74,206,940
- Common shares	74,206,940	74,206,940
Par value per share: VND 10,000		

19. Non – controlling interest

Detailed information on non – controlling interest as at 30/06/2026 as follows:

	Non-controlling interest in contributed capital	Profit attributable to non-controlling interests	Share premium and Investment and development fund attributable to non-controlling interests	Total
	VND	VND	VND	VND
Hai Phong Number Two Water Business Joint Stock Company	33,737,801,563	4,920,470,998	1,454,672,617	40,112,945,178
	33,737,801,563	4,920,470,998	1,454,672,617	40,112,945,178

20. Off Statement of Financial Position items and operating lease commitment

Assets under Operating Lease

The Parent company is managing and utilizing 43 land plots located in Hai Phong City with a total area of 374,959.60 square meters, primarily for use as headquarters, office buildings, water treatment plants, enterprise branches, warehouses, pumping stations, and reservoirs. The land use form is land lease with annual rental payments.

The subsidiary is currently using a land plot located in Residential Do Nha, An Duong Ward, Hai Phong City, with a total area of 7,368.4 square meters, under Contract No. 70/HĐ-TĐ dated 10 September 2018, signed with the People's Committee of Hai Phong City. The purpose of the land use is for constructing a factory and office headquarters. The subsidiary is exempt from land rent for this area from October 2018 to October 2043.

Assets assigned for Management

The Company has been assigned by the People's Committee of Hai Phong City to manage assets under the An Duong Water Treatment Plant Upgrade Project, which was funded by non-refundable aid from the Government of Japan. These assets are operated and maintained by the Company to provide clean water supply for local residents, serving social welfare purposes.

On 24 June 2022, the Prime Minister promulgated Decree No. 43/2022/ND-CP regulating the management, use and exploitation of clean water infrastructure under state management. As at 30 June 2026, the Company continues to manage and use the assets for their intended purposes, improve the quality of water supply, and ensure benefits to the residents of the City. In addition, the Company periodically reports in full to the People's Committee of the City on the operation, use, management and maintenance of the assets formed from the Project.

Foreign currencies

	<u>Ending balance</u>	<u>Beginning balance</u>
USD	200.11	200.11

21. Revenue from sales of goods and provision of services

	<u>This period</u> VND	<u>Previous period</u> VND
Clean water business	689,405,083,684	663,766,445,478
Water meter installation	2,817,043,644	1,969,127,240
Purified water	5,591,796,618	5,325,679,985
	<u>697,813,923,946</u>	<u>671,061,252,703</u>

22. Cost of goods sold and provision of services

	<u>This period</u> VND	<u>Previous period</u> VND
Clean water business	458,750,217,276	431,291,121,482
Water meter installation	2,645,405,292	1,860,845,797
Purified water	5,004,136,354	4,902,465,768
	<u>466,399,758,922</u>	<u>438,054,433,047</u>

23. Financial income

	<u>This period</u> VND	<u>Previous period</u> VND
Interest on savings	18,203,406,090	13,573,160,794
Gain on exchange difference at the period-end	2,389,677,079	-
	<u>20,593,083,169</u>	<u>13,573,160,794</u>

24. Financial expenses

	<u>This period</u> VND	<u>Previous period</u> VND
Borrowing costs	19,397,169,678	23,799,439,651
Loss on exchange difference in the period	-	704,981,064
Loss on exchange difference at the period-end	-	22,450,470,213
	<u>19,397,169,678</u>	<u>46,954,890,928</u>

25. Selling expenses

	<u>This period</u> VND	<u>Previous period</u> VND
Labor	66,689,761,803	60,610,256,621
Material, offices tools and supplies	1,200,989,192	682,392,366
Depreciation and amortization	13,491,914,337	13,391,253,393
External services	6,159,781,621	6,664,880,728
Others by cash	714,514,676	978,252,841
	<u>88,256,961,629</u>	<u>82,327,035,949</u>

26. General and administrative

	<u>This period</u> VND	<u>Previous period</u> VND
Labor	36,039,094,182	31,856,273,790
Tools, materials	485,447,788	443,802,400
Offices supplies	1,763,676,958	1,823,994,728
Depreciation and amortization	2,228,145,659	2,292,962,103
Provision expenses	20,107,437	23,344,059
Taxes, fees and charges	4,552,226,967	3,256,645,791
Conference and reception expenses	2,829,099,189	3,332,806,774
External services	9,964,167,938	8,126,798,076
Others	4,276,364,546	3,544,819,184
	<u>62,158,330,664</u>	<u>54,701,446,905</u>

27. Other income

	This period VND	Previous period VND
Water testing fee	601,370,000	530,550,000
Collection of drainage service fees	6,527,978,502	6,371,198,377
Compensation support	82,569,803	7,349,685,632
Others	128,011,651	169,824,198
	7,339,929,956	14,421,258,207

28. Other expenses

	This period VND	Previous period VND
Water testing	422,104,000	415,793,162
Cost of collection of drainage service fees	6,461,892,720	6,312,272,323
Others	73,468,698	163,107,407
	6,957,465,418	6,891,172,892

29. Current corporate income tax expenses

	This period VND	Previous period VND
Current corporate income tax at the parent company	12,971,293,370	10,691,706,427
Current corporate income tax at the subsidiary	3,544,156,781	3,333,631,969
Total current corporate income tax expense	16,515,450,151	14,025,338,396

30. Basic earnings per share

	This period VND	Previous period VND
Net profit after tax	61,141,329,611	51,473,161,203
Profit distributed to common shares	61,141,329,611	51,473,161,203
Average number of outstanding common shares in circulation in the period	74,206,940	74,206,940
Basic earnings per share	824	694

The Company has not planned to appropriate the Bonus and Welfare Fund from after-tax profit at the time of preparing the interim consolidated financial statements. As of 30 June 2026, the Company has no potentially dilutive ordinary shares.

31. Expense by nature

	This period VND	Previous period VND
Raw materials	67,774,396,474	64,971,524,068
Labour expenses	198,098,317,334	157,106,580,577
Depreciation expenses	103,495,960,947	105,764,757,919
External services	203,002,082,049	202,067,339,610
Others	44,740,093,997	45,304,809,350
	617,110,850,801	575,215,011,524

32. Financial instruments

Financial risk management

Financial risks that the Company may face risks including: market risk, credit risk and liquidity risk. The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Chairman of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

Market risk

The Company may face with the market risk such as: exchange rates and interest rates.

Exchange rate risk

The Company bears exchange rate risk when transactions are made in currencies other than Vietnam Dong such as: loans.

Interest rate risk

The Company bears the risk of interest rates due to the fluctuation in fair value of future cash flow of a financial instrument in line with changes in market interest rates if the Company has time or demand deposits, borrowings and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain interest beneficial for its operation purpose.

Credit Risk

Credit risk is the risk of financial loss to the Company if a counterparty fails to perform its contractual obligations. The Company has credit risk from operating activities (mainly to trade receivables) and financial activities (including deposits, loans and other financial instruments), detailed as follows:

	Under 1 year VND	Over 1 year VND	Total VND
Ending balance			
Cash	16,721,052,033	-	16,721,052,033
Trade and other receivables	23,188,686,950	-	23,188,686,950
Loans	753,877,649,147	700,000,000	754,577,649,147
	793,787,388,130	700,000,000	794,487,388,130
Beginning balance			
Cash	18,709,880,226	-	18,709,880,226
Trade and other receivables	16,383,859,458	-	16,383,859,458
Loans	678,800,000,000	700,000,000	679,500,000,000
	713,893,739,684	700,000,000	714,593,739,684

Liquidity Risk

Liquidity risk is the risk that the Company has trouble in settlement of its financial obligations due to the lack of funds. Liquidity risk of the Company mainly arises from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Under 1 year	Over 1 year	Total
	VND	VND	VND
Ending balance			
Borrowing and debts	67,534,360,901	709,505,774,685	777,040,135,586
Trade and other payables	51,737,514,028	-	51,737,514,028
Accrued expenses	58,581,250,352	-	58,581,250,352
	177,853,125,281	709,505,774,685	887,358,899,966
Beginning balance			
Borrowing and debts	67,742,388,100	745,562,470,859	813,304,858,959
Trade and other payables	29,016,825,268	-	29,016,825,268
Accrued expenses	3,459,887,774	-	3,459,887,774
	100,219,101,142	745,562,470,859	845,781,572,001

The Company believes that risk level of loan repayment is low. The Company has the ability to pay due debts from cash flows from its operating activities and cash received from mature financial assets.

33. Subsequent events after the reporting period

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

34. Transaction and balances with related parties

Remuneration of the Board of Directors, Management Board and Supervisory Board:

Full name	Position	This period VND	Previous period VND
Tran Viet Cuong	Chairman of the Board of Directors	576,686,305	587,492,650
Tran Van Duong	General Director – Vice Chairman of the Board of Directors	548,515,547	520,501,583
Cao Van Quy	Deputy General Director – Member of the Board of Directors	508,730,531	483,915,442
Trinh Anh Tuan	Deputy General Director – Member of the Board of Directors	489,945,778	469,873,432
Dang Huu Dung	Member of the Board of Directors	129,620,000	123,798,000
Nguyen Dang Ninh	Chief Accountant	434,206,732	410,771,756
Nguyen Danh Quan	Deputy General Director	413,147,520	389,420,917
Le Thi Huong	Head of the Supervisory Board (Resigned on 22/04/2026)	-	381,454,922
Pham Quang Huy	Head of the Supervisory Board (Appointed on 22/04/2026)	238,231,888	204,235,705
Nguyen Minh Hoang	Member of the Supervisory Board	186,510,099	198,274,200
Nguyen Tuan Thanh	Member of the Supervisory Board (Appointed on 22/04/2026)	236,698,012	-
Do Thi Thanh Diep	Member of the Supervisory Board	-	43,415,000
		3,762,292,411	3,813,153,607

Except for the related parties with transactions as mentioned above, other related parties have no transactions during the period as well as balance at the end of the financial year with the Company.

35. Comparative figures

The comparative figures in the Statement of Financial Satatements are presented in corresponding figures. According to this method, the comparative information of the previous period is presented regarding the consolidated financial position, consolidated operating results and consolidated cash flow of Company during the previous period.

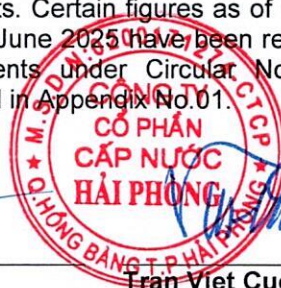
The comparative figures in the Interim Consolidated Statement of Financial Position and related notes are those of the Consolidated Financial Statements for the fiscal year ended 31 December 2025. Comparative information in the Interim Consolidated Statement of Income, Interim Consolidated Statement of Cash flows, and related notes is that of the Interim Consolidated Financial Statements for the accounting period from 01 January 2025 to 30 June 2025. These figures have been audited and reviewed by AASC Limited.

As presented in Note 2.3, the Company applies to retrospectively adjustment in accordance with Circular No. 99/2025/TT-BTC and Circular No. 43/2026/TT-BTC from 01 January 2026, resulting in changes to certain items in the Financial Statements. Certain figures as of 01 January 2026 and for the accounting period from 01 January 2025 to 30 June 2025 have been reclassified to comply with the Financial Statements presentation requirements under Circular No. 99/2025/TT-BTC and Circular No. 43/2026/TT-BTC. Details are presented in Appendix No.01.


Nguyen Minh Ngoc
Preparer


Nguyen Dang Ninh
Chief Accountant


Tran Viet Cuong
Legal Representative



Approved, 25 August 2026

APPENDIX I: COMPARATIVE FIGURES

Figures according to the Financial Statements for the fiscal year ended 31 December 2025			
Code	Items	Value	VND
a) Statement of Financial Position			
ASSETS			
120	II. Short-term investments	678,800,000,000	
123	3. Held-to-maturity investments	678,800,000,000	
130	III. Short-term receivables	28,224,299,776	
136	6. Other short-term receivables	13,377,119,133	
137	7. Allowance for short-term doubtful debts	(634,299,345)	
150	V. Other short-term assets	5,700,059,679	
151	1. Short-term prepaid expenses	665,284,833	
152	2. Deductible VAT	4,817,145,947	
153	3. Taxes and other receivables from the State budget	217,628,899	
260	VI. Other long-term assets	6,535,614,932	
261	1. Long-term prepaid expenses	6,535,614,932	

Figures adjusted in accordance with Circular No. 99/2025/TT-BTC dated 27 October 2025			
Code	Items	Value	VND
a) Statement of Financial Position			
ASSETS			
120	II. Short-term investments	689,199,191,366	
123	1. Short-term held-to-maturity investments	689,199,191,366	Restatement, rename
130	III. Short-term receivables	17,825,108,410	
135	3. Other short-term receivables	2,977,927,767	Restatement, code change
136	4. Allowance for short-term doubtful debts	(634,299,345)	Code change
160	V. Other short-term assets	5,700,059,679	Code change
161	1. Short-term deferred expenses	665,284,833	Rename, code change
162	2. Deductible VAT	4,817,145,947	Code change
163	3. Taxes and other receivables from the State budget	217,628,899	Code change
270	VI. Other long-term assets	6,535,614,932	Code change
271	1. Long-term deferred expenses	6,535,614,932	Rename, code change

Figures according to the Financial Statements for the fiscal year ended 31 December 2025

Figures adjusted in accordance with Circular No. 99/2025/TT-BTC dated 27 October 2025 and Circular No. 43/2026/TT-BTC dated 20 April 2026

Change

Code	Items	Value VND	Code	Items	Value VND	
a) Statement of Financial Position (continue)						
300	C - LIABILITIES	946,326,462,039	300	C - LIABILITIES	946,326,462,039	
310	I. Current liabilities	200,763,991,180	310	I. Current liabilities	200,763,991,180	
313	3. Taxes and other payables to State budget	17,233,073,528	314	4. Short-term taxes and other payables to State budget	17,233,073,528	Restatement, rename,
314	4. Payables to employees	68,177,820,195	315	5. Payables to employees	68,177,820,195	Code change
315	5. Short-term accrued expenses	3,459,887,774	316	6. Short-term accrued expenses	3,459,887,774	Code change
319	7. Other short-term payables	14,845,747,706	320	8. Other short-term payables	14,845,747,706	Code change
320	8. Short-term loans and liabilities	67,742,388,100	321	9. Short-term loans and liabilities	67,742,388,100	Code change
322	9. Bonus and welfare fund	13,364,308,025	323	10. Bonus and welfare fund	13,364,308,025	Code change

Figures according to the Financial Statements for the period
from 01/01/2025 to 30/06/2025

Figures adjusted in accordance with Circular No. 99/2025/TT-BTC dated
27 October 2025 and Circular No. 43/2026/TT-BTC dated 20 April 2026

Change

Code	Items	Value	Code	Items	Value
		VND			VND
b) Statement of Income			b) Statement of Income		
21	6. Financial income	13,573,160,794	22	7. Financial income	13,573,160,794
22	7. Financial expense	46,954,890,928	23	8. Financial expense	46,954,890,928
23	- In which: Interest expense	23,799,439,651	24	- In which: Borrowing costs	23,799,439,651
c) Statement of Cash flows			c) Statement of Cash flows		
05	- Gains / losses from investment activities	(13,573,160,794)	07	- Gains / losses from investment and financial activities	(13,573,160,794)
06	- Interest expense	23,799,439,651	08	- Borrowing costs	23,799,439,651
12	- Increase or decrease in prepaid expenses	396,743,601	12	- Increase or decrease in deferred expenses	396,743,601
14	- Interest paid	(24,154,436,974)	14	- Borrowing costs have been paid	(24,154,436,974)

Code change
Restatement, rename,
Restatement, rename,
Restatement, rename,

