

No.: 58 /TB-HĐQT

Khanh Hoa, August 13th, 2026

**CÔNG TY
CỔ PHẦN
CẤP
THOÁT
NƯỚC
KHÁNH
HÒA**

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**PERIODIC INFORMATION DISCLOSURE
OF FINANCIAL STATEMENTS**

To:

- State Securities Commission of Vietnam;
- Hanoi Stock Exchange

Pursuant to Clauses 3 and 4, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, issued by the Ministry of Finance, providing guidance on information disclosure in the securities market, Khanh Hoa Water Supply and Sewerage Joint Stock Company hereby discloses its Semi-Annual Financial Statements for 2026 to the Hanoi Stock Exchange as follows:

1. Organization details:

- Stock code: KHW
- Address: 58 Yersin Street, Tay Nha Trang Ward, Khanh Hoa province.
- Contact phone: 0258.3828807 Fax: 0258.3810740
- Email: support@ctnkh.com.vn **Website:** <http://ctnkh.com.vn>

2. Details of Information Disclosure:

- Semi-Annual Financial Statements for 2026
 - ☒ Separate financial statements (for listed companies without subsidiaries or accounting units under a superior accounting entity);

☐ Consolidated financial statements (for listed companies with subsidiaries);

☐ Combined financial statements (for listed companies with dependent accounting units under a separate accounting structure).

- Cases requiring explanation:

+ The auditing organization issues an opinion other than an unqualified opinion for the FS (for reviewed/audited FS):

☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No

+ Post-tax profit for the reporting period differs by 5% or more before and after the audit, or shifts from loss to profit or vice versa (For the audited Semi-Annual Financial Statements for 2026):



☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No

+ Post-tax profit in the income statement for the reporting period changes by 10% or more compared to the same period last year:

☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No

+ Post-tax profit for the reporting period is a loss, shifting from profit in the same period last year to loss this year, or vice versa:

☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No

This information has been published on the company's website on August 13th, 2026 at the following link: <https://ctnkh.com.vn/home/qhcodong/>

Attached documents:

- 2026 Semi-Annual
Financial Statements

Representative of the organization

Legal Representative



TỔNG GIÁM ĐỐC

Nguyễn Văn Đàm





INTERIM FINANCIAL STATEMENTS

**FOR THE FIRST 6 MONTHS OF THE FISCAL YEAR
ENDING 31 DECEMBER 2026**

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

INTERIM FINANCIAL STATEMENTS

**FOR THE FIRST 6 MONTHS OF THE FISCAL YEAR
ENDING 31 DECEMBER 2026**

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY



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KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

GENERAL INFORMATION

Corporate information

Khanh Hoa Water Supply and Sewerage Joint Stock Company is an enterprise that was equitized from Khanh Hoa Water Supply and Sewerage One Member Limited Liability Company under Decision No. 2171/QĐ - UBND dated 03 September 2013 of the People's Committee of Khanh Hoa Province. The Company operates under Business Registration Certificate No. 4200238007, initially registered on 31 December 2013 and amended for the fourth time on 27 July 2025, issued by the Department of Finance of Khanh Hoa Province.

The Company's principal business activities are: the extraction, treatment and supply of clean water.

Head office

- Address : 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam
- Telephone : (84-258) 3822142
- Fax : (84-258) 3819144

The Company's affiliates are as follows:

Affiliate	Address
Vo Canh Water Plant - Khanh Hoa Water Supply and Sewerage Joint Stock Company	Tay Nha Trang Ward, Khanh Hoa Province, Vietnam
Xuan Phong Water Plant – Khanh Hoa Water Supply and Sewerage Joint Stock Company	Tay Nha Trang Ward, Khanh Hoa Province, Vietnam
Khanh Son Water Plant – Khanh Hoa Water Supply and Sewerage Joint Stock Company	Khanh Son Commune, Khanh Hoa Province, Vietnam
Branch of Khanh Hoa Water Supply and Sewerage Joint Stock Company - Drainage Construction Enterprise	No. 1B Le Hong Phong Street, Nha Trang Ward, Khanh Hoa Province, Vietnam

Board of Directors

The members of the Board of Directors during the period and up to the date of this statement are as follows:

Full name	Position	
Mr. Vu Van Binh	Chairman	Appointed on 24 April 2024
Mr. Nguyen Van Dam	Member	Appointed on 24 April 2024
Mr. Luc Chanh Truong	Member	Appointed on 24 April 2026
Mr. Truong Khac Hoanh	Member	Resigned on 24 April 2026
Mr. Nguyen Van Quan	Member	Appointed on 24 April 2024
Mr. Nguyen Anh Tuan	Member	Appointed on 24 April 2024

Supervisory Board

The members of the Supervisory Board during the period and up to the date of this statement are as follows:

Full name	Position	
Mr. Hoang Long	Chairman	Appointed on 24 April 2024
Ms. Nguyen Thi Thuy Ninh	Member	Appointed on 24 April 2024
Mr. Quach Vinh Binh	Member	Appointed on 24 April 2024

Executive Board

The members of the Executive Board during the period and up to the date of this statement are as follows:



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

GENERAL INFORMATION (cont.)

Full name	Position	
Mr. Nguyen Van Dam	General Director	Appointed on 24 April 2024
Mr. Vu Van Binh	Deputy General Director	Appointed on 24 April 2024
Mr. Nguyen Van Quan	Deputy General Director	Appointed on 01 October 2025
Ms. Vo Thi Khanh Hoa	Deputy General Director	Resigned on 01 July 2026
Ms. Hoang Thi Huong Giang	Chief Accountant	Appointed on 01 October 2025

Legal Representative

The legal representative of the Company during the period and up to the date of this statement is Mr. Nguyen Van Dam - General Director.

Auditor

A&C Auditing and Consulting Co., Ltd. has been appointed as the Company's independent auditor.



STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Khanh Hoa Water Supply and Sewerage Joint Stock Company (hereinafter referred to as the “Company”) presents this statement together with the Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2026.

Responsibility of the Board of Management

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

- select the appropriate accounting policies and apply them consistently.
- make judgments and estimates reasonably and prudently.
- state whether the applicable accounting standards have been followed or not, and all the differences subject to any material departures are disclosed and explained in the Interim Financial Statements.
- prepare the Interim Financial Statements of the Company on a going-concern basis, unless it is inappropriate to presume that the Company will continue in business.
- 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 Interim Financial Statements.

The Board of Management hereby ensures that all the accounting books of the Company have been fully recorded that disclose with reasonable accuracy at any time the financial position of the Company, and that all the accounting books have been prepared in accordance with the applicable Accounting System. The Board of Management is also responsible for safeguarding the Company’s assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Management confirm that the Company has complied with the aforementioned requirements in preparation of the Interim Financial Statements.

Statement of the Board of Management

In the opinion of the Board of Management, the Interim Financial Statements give a true and fair view of the financial position of the Company as of 30 June 2026, and of its financial performance and cash flows for the first 6 months of the fiscal year ending 31 December 2026, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Interim Financial Statements.

For and on behalf of the Board of Management,



Nguyen Van Dam
General Director

Date: 11 August 2026



A&C AUDITING AND CONSULTING CO., LTD.

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

**To: THE SHAREHOLDERS, THE BOARD OF DIRECTORS AND THE BOARD OF MANAGEMENT
KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY**

We have reviewed the accompanying Interim Financial Statements of Khanh Hoa Water Supply and Sewerage Joint Stock Company (hereinafter referred to as “the Company”), which were prepared on 11 August 2026 from 7 to page 53 comprising the Interim Statement of Financial Position as of 30 June 2026, the Interim Income Statement, the Interim Cash Flow Statement for the first 6 months of the fiscal year ending 31 December 2026 and the Notes to the Interim 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 Interim 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 Interim Financial Statements; and responsible for such internal control as the Company’s Board of Management determines necessary to enable the preparation and presentation of the Interim Financial Statements to be free from material misstatement due to fraud or error.

Responsibility of Auditors

Our responsibility is to express a conclusion on the Interim Financial Statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagements 2410 - Review of Interim Financial Information performed by the Independent Auditor of the Company.

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

Conclusion of auditors

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Interim Financial Statements do not give a true and fair view, in all material respect, of the financial position of Khanh Hoa Water Supply and Sewerage Joint Stock Company as of 30 June 2026, and of its financial performance and cash flows for the first 6 months of the fiscal year ending 31 December 2026, in accordance with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Interim Financial Statements.



Other Matter

The Interim Financial Statements of the Company for the first 6 months of the fiscal year ending 31 December 2025 and the Financial Statements for the fiscal year ended 31 December 2025 were reviewed and audited, respectively, by another audit firm. The auditor of that audit firm expressed an unmodified conclusion for Report on Review of Interim Financial Information issued on 29 July 2025, and an unmodified opinion for the Financial Statements for the fiscal year ended 31 December 2025 issued 06 February 2026.

For and on behalf of

A&C Auditing and Consulting Co., Ltd
Central Branch



Nguyen Van Kien
Partner

Audit Practice Registration Certificate No. 0192 -2023-008-1
Authorized Signatory

Khanh Hoa, 11 August 2026



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

INTERIM STATEMENT OF FINANCIAL POSITION

(Full form)

As of 30 June 2026

Unit: VND

ITEMS	Code	Note	Ending balance	Beginning balance
A - CURRENT ASSETS	100		233,138,461,454	195,587,504,235
I. Cash and cash equivalents	110	V.1	39,172,104,871	556,316,078
1. Cash	111		426,066,358	556,316,078
2. Cash equivalents	112		38,746,038,513	-
II. Short-term financial investments	120		106,163,306,762	121,334,293,477
1. Trading securities	121		-	-
2. Provisions for devaluation of trading securities	122		-	-
3. Short-term held-to-maturity investments	123	V.2a	106,163,306,762	121,334,293,477
Provisions for impairment of short-term held-to-maturity investments	124		-	-
4. investments	124		-	-
5. Other short-term investments	125		-	-
6. Provisions for impairment of other short-term investments	126		-	-
III. Short-term receivables	130		61,485,060,871	49,197,835,506
1. Short-term trade receivables	131	V.3	55,594,269,026	44,799,159,950
2. Short-term advances to suppliers	132	V.4	1,786,521,400	1,964,210,016
3. Short-term intra-company receivables	133		-	-
Receivables from construction contracts under percentage of completion method	134		-	-
4. completion method	134		-	-
5. Other short-term receivables	135	V.5	4,257,870,445	2,588,065,540
6. Allowance for short-term doubtful debts	136	V.6	(153,600,000)	(153,600,000)
7. Shortage of assets awaiting resolution	137		-	-
IV. Inventories	140		26,231,774,430	24,499,059,174
1. Inventories	141	V.7	26,231,774,430	24,499,059,174
2. Allowance for devaluation of inventories	142		-	-
V. Current biological assets	150		-	-
1. Short-term livestock intended for one-time harvest	151		-	-
2. Short-term seasonal or one-time harvest crops	152		-	-
3. Provisions for impairment of current biological assets	153		-	-
VI. Other current assets	160		86,214,520	-
1. Short-term deferred expenses	161	V.8a	68,981,733	-
2. Deductible Value Added Tax	162		-	-
3. Taxes and other receivables from the State	163	V.16	17,232,787	-
4. Trading Government bonds	164		-	-
5. Other current assets	165		-	-

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



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

Interim Statement of Financial Position (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
B- NON-CURRENT ASSETS	200		420,400,502,300	435,191,816,639
I. Long-term receivables	210		-	-
1. Long-term trade receivables	211		-	-
2. Long-term advances to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term intra-company receivables	214		-	-
5. Other long-term receivables	215		-	-
6. Allowance for long-term doubtful debts	216		-	-
II. Fixed assets	220		372,542,884,677	392,399,815,583
1. Tangible fixed assets	221	V.9	360,119,380,598	379,427,530,700
- Historical cost	222		1,368,203,878,226	1,340,007,006,962
- Accumulated depreciation	223		(1,008,084,497,628)	(960,579,476,262)
2. Financial leased assets	224		-	-
- Historical cost	225		-	-
- Accumulated depreciation	226		-	-
3. Intangible fixed assets	227	V.10	12,423,504,079	12,972,284,883
- Initial cost	228		28,885,772,400	28,837,772,400
- Accumulated amortization	229		(16,462,268,321)	(15,865,487,517)
III. Non-current biological assets	230		-	-
1. Bearer animals	231		-	-
a) Immature bearer animals	232		-	-
b) Mature bearer animals	233		-	-
- Historical costs	234		-	-
- Accumulated depreciation	235		-	-
2. Long-term livestock intended for one-time harvest	236		-	-
3. Long-term seasonal or one-time harvest crops	237		-	-
4. Provisions for impairment of non-current biological assets	238		-	-
IV. Investment property	240		-	-
- Historical costs	241		-	-
- Accumulated depreciation	242		-	-
V. Non-current assets in process	250		9,103,726,558	4,916,892,446
1. Long-term work in process	251		-	-
2. Construction in progress	252	V.11	9,103,726,558	4,916,892,446
VI. Long-term financial investments	260		24,000,000,000	24,000,000,000
1. Investments in subsidiaries	261		-	-
2. Investments in joint ventures and associates	262	V.2b	24,000,000,000	24,000,000,000
3. Equity investments in other entities	263		-	-
Provisions for impairment of long-term investments in other				
entities	264		-	-
5 Long-term held-to-maturity investments	265		-	-
Provisions for impairment of long-term held-to-maturity				
investments	266		-	-
VII. Other non-current assets	270		14,753,891,065	13,875,108,610
1. Long-term deferred expenses	271	V.8b	11,497,886,151	10,694,048,259
2. Deferred income tax assets	272		-	-
3. Long-term components and spare parts	273		-	-
4. Other non-current assets	274	V.12	3,256,004,914	3,181,060,351
TOTAL ASSETS	280		653,538,963,754	630,779,320,874

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



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

Interim Statement of Financial Position (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
C - LIABILITIES	300		254,859,576,111	206,219,445,862
I. Current liabilities	310		187,513,155,142	101,499,950,739
1. Short-term trade payables	311	V.13	29,288,894,471	17,736,943,461
2. Short-term advances from customers	312	V.14	2,283,416,428	2,522,609,000
3. Payables for dividends and profit distributions	313	V.15	50,049,993,000	-
4. Short-term taxes and amounts payable to the State budget	314	V.16	13,228,009,208	11,910,434,167
5. Payables to employees	315	V.17	13,429,045,733	19,894,188,789
6. Short-term accrued expenses	316	V.18	2,554,381,108	1,952,048,670
7. Short-term intra-company payables	317		-	-
8. Short-term payables relating to construction contracts under	318		-	-
9. Short-term deferred revenue	319		-	-
10. Other short-term payables	320	V.19a,c	4,613,052,201	7,236,715,204
11. Short-term borrowings and financial lease liabilities	321	V.20a,c	63,153,973,591	37,674,649,864
12. Provisions for short-term payables	322		-	-
13. Bonus and welfare fund	323	V.21	8,912,389,402	2,572,361,584
14. Price stabilization fund	324		-	-
15. Trading Government bonds	325		-	-
II. Non-current liabilities	330		67,346,420,969	104,719,495,123
1. Long-term trade payables	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term taxes and amounts payable to the State budget	333		-	-
4. Long-term accrued expenses	334		-	-
5. Intra-company payables for working capital received	335		-	-
6. Long-term intra-company payables	336		-	-
7. Long-term deferred revenue	337		-	-
8. Other long-term payables	338	V.19b,c	9,046,507,900	5,875,974,900
9. Long-term borrowings and financial lease liabilities	339	V.20b,c	54,762,821,068	94,370,469,727
10. Convertible bonds	340		-	-
11. Preferred shares	341		-	-
12. Deferred income tax liability	342		-	-
13. Provisions for long-term payables	343		-	-
14. Science and technology development fund	344	V.22	3,537,092,001	4,473,050,496

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



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

Interim Statement of Financial Position (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
D - OWNER'S EQUITY	400		398,679,387,643	424,559,875,012
I. Owner's equity	410		398,679,387,643	424,559,875,012
1. Owner's capital	411	V.23	285,999,960,000	285,999,960,000
- Ordinary shares carrying voting right	411a		285,999,960,000	285,999,960,000
- Preferred shares	411b		-	-
2. Share premiums	412	V.23	852,875,935	852,875,935
3. Bond conversion options	413		-	-
4. Other owner's capital	414		-	-
5. Share repurchases	415		-	-
6. Differences upon asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418	V.23	71,499,990,000	48,869,748,493
9. Other equity funds	419		-	-
10. Retained profits	420	V.23	40,326,561,708	88,837,290,584
- Retained profit to the end of the previous period	420a		-	88,837,290,584
- Retained profit for the current period	420b		40,326,561,708	-
TOTAL LIABILITIES AND OWNER'S EQUITY	440		653,538,963,754	630,779,320,874



Tran Thi Thu Ha
Preparer



Hoang Thi Huong Giang
Chief Accountant



Khanh Hoa, 11 August 2026

Nguyen Van Dam
Legal Representative



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

INTERIM INCOME STATEMENT

(Full form)

For the first 6 months of the fiscal year ending 31 December 2026

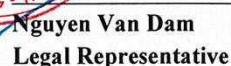
Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
1. Revenue from sales of goods and provisions of services	01	VI.1	228,261,303,557	219,347,942,476
2. Revenue deductions	02	VI.2	5,189,141	462,963
3. Net revenue from sales of goods and provisions of services	10		228,256,114,416	219,347,479,513
4. Cost of sales	11	VI.3	178,691,842,898	169,899,641,583
5. Gross profit from sales of goods and provisions of services	20		49,564,271,518	49,447,837,930
6. Gain/loss on disposal, liquidation of investment properties	21		-	-
7. Financial income	22	VI.4	7,209,814,461	2,246,846,848
8. Financial expenses	23	VI.5	2,989,234,601	3,002,665,269
In which: Interest expenses	24		2,989,234,601	3,002,665,269
9. Selling expenses	25	VI.6	-	302,000,000
10. General and administrative expenses	26	VI.7	9,856,619,263	6,235,724,602
11. Net operating profit	30		43,928,232,115	42,154,294,907
12. Other income	31	VI.8	3,273,798,021	3,021,557,026
13. Other expenses	32	VI.9	2,517,402,923	2,301,450,456
14. Other profit	40		756,395,098	720,106,570
15. Total accounting profit before tax	50		44,684,627,213	42,874,401,477
16. Current income tax	51	V.16	4,358,065,505	4,438,199,328
17. Deferred income tax	52		-	-
18. Profit after tax	60		40,326,561,708	38,436,202,149
19. Basic earning per share	70	VI.10	1,128	849
20. Diluted earnings per share	71	VI.10	1,128	849


Tran Thi Thu Ha
Preparer

Hoang Thi Huong Giang
Chief Accountant

Khanh Hoa, 11 August 2026


 Nguyen Van Dam
Legal Representative

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



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

INTERIM CASH FLOW STATEMENT

(Full form)

(Indirect method)

For the first 6 months of the fiscal year ending 31 December 2026

Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		44,684,627,213	42,874,401,477
2. Adjustments for:				
- Depreciation/Amortization of fixed assets and investment properties	02	V.9,10,22	47,165,843,675	44,038,183,057
- Provisions and allowances	03		-	-
- Exchange gain/loss due to revaluation of monetary items in foreign currencies	04		-	-
- Gain/loss from investing and financing activities	05	VI.4	(7,201,044,503)	(2,246,846,848)
- Borrowing costs	06	VI.5	2,989,234,601	3,002,665,269
- Other adjustments	07		-	-
3. Operating profit before movements in working capital	08		87,638,660,986	87,668,402,955
- Increase/decrease of receivables	09		(12,621,577,715)	(7,781,717,623)
- Increase/decrease of inventories	10	V.7	(3,560,671,256)	(740,504,342)
- Increase/decrease of payables	11		8,397,551,921	3,906,441,954
- Increase/decrease of deferred expenses	12	V.8	(872,819,625)	1,785,722,791
- Increase/decrease of trading securities	13		-	-
- Interest expenses paid	14	VI.5,V.18	(3,122,312,669)	(2,743,032,621)
- Corporate income tax paid	15	V.16	(5,500,000,000)	(5,000,000,000)
- Other cash inflows	16	V.21	10,530,000	-
- Other cash outflows	17	V.21	(9,827,558,259)	(7,320,985,560)
Net cash flows used in operating activities	20		60,541,803,383	69,774,327,554
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other non-current assets	21	V.9,V.10 VI.1	(30,169,720,876)	(36,373,987,195)
2. Proceeds from disposals of fixed assets and other non-current assets	22		-	-
3. Cash outflow for lending, buying debt instruments of other entities	23		(104,489,171,799)	(110,539,219,452)
4. Cash recovered from lending, selling debt instruments of other entities	24		120,717,309,200	95,648,514,135
5. Equity investments in other entities	25		-	-
6. Cash recovered from equity investments in other entities	26		-	-
7. Interest earned, dividends and profits received	27	VI.4	6,143,893,817	275,874,772
Net cash flows generated from investing activities	30		(7,797,689,658)	(50,988,817,740)

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



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INTERIM FINANCIAL STATEMENTS

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Interim Cash Flow Statement (cont.)

ITEMS	Code	Note	Accumulated from the beginning of the year	
			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.20a,b	4,748,000,000	13,222,000,000
4. Repayment for borrowing principal	34	V.20a,b	(18,876,324,932)	(15,496,000,000)
5. Payment for financial lease principal	35		-	-
6. Dividends and profit paid to the owners	36		-	-
Net cash flows used in financing activities	40		(14,128,324,932)	(2,274,000,000)
Net cash flows during the year	50		38,615,788,793	16,511,509,814
Beginning cash and cash equivalents	60	V.1	556,316,078	6,619,633,610
Effects of fluctuations in foreign exchange rates	61		-	-
Ending cash and cash equivalents	70	V.1	39,172,104,871	23,131,143,424



Tran Thi Thu Ha
Preparer



Hoang Thi Huong Giang
Chief Accountant



Khanh Hoa, 11 August 2026

Nguyen Van Dam
Legal Representative



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

I. GENERAL INFORMATION

1. Ownership form

Khanh Hoa Water Supply and Sewerage Joint Stock Company (hereinafter referred to as “the Company”) is a joint stock company.

2. Business field

The Company’s business field is the production of clean water and the provision of services.

3. Principal business activities

The Company’s principal business activities are: the extraction, treatment and supply of clean water.

4. Normal operating cycle

The Company’s normal operating cycle is within 12 months.

5. Structure of the Company

Associates

The Company invests solely in Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company located at 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam. The principal business activities of this associate are water extraction, treatment and supply. At the end of the accounting period, the Company’s ownership interest in this associate was 30%; the percentage of voting rights and the percentage of ownership are equivalent to the ownership interest.

Affiliates that are not legal entities and do accounting works dependently

Affiliate	Address
Vo Canh Water Plant – Khanh Hoa Water Supply and Sewerage Joint Stock Company	Tay Nha Trang Ward, Khanh Hoa Province, Vietnam
Xuan Phong Water Plant – Khanh Hoa Water Supply and Sewerage Joint Stock Company	Tay Nha Trang Ward, Khanh Hoa Province, Vietnam
Khanh Son Water Plant – Khanh Hoa Water Supply and Sewerage Joint Stock Company	Khanh Son Commune, Khanh Hoa Province, Vietnam
Branch of Khanh Hoa Water Supply and Sewerage Joint Stock Company - Drainage Construction Enterprise	No. 1B Le Hong Phong Street, Nha Trang Ward, Khanh Hoa Province, Vietnam

6. Headcount

As at the end of the accounting period, the Company’s headcount is 333 (headcount of the beginning year was 329).



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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

Notes to the Interim Financial Statements (cont.)

7. Statement of information comparability on the Financial Statements

The corresponding figures of the previous period are comparable with those of the current period. During the period, the Company adopted the Vietnamese Enterprise Accounting System issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 of the Ministry of Finance ("Circular 99") in replacement of Circular No. 200/2014/TT-BTC dated 22 December 2014 ("Circular 200"). Accordingly, certain items in the Financial Statements have been reclassified and renamed in accordance with the new regulations. The figures in the "Beginning balance" and "Previous period" columns on the Interim Financial Statements have been restated in accordance with the new classifications and names specified in Circular 99 to ensure comparability

8. Other information

The Company's shares have been listed for trading on the UPCoM market (Unlisted Public Company Market) of the Hanoi Stock Exchange under the stock code "KHW" under Decision No. 89/QĐ-SGDHN dated 8 February 2017 issued by the Hanoi Stock Exchange. The first trading day was 20 February 2017.

II. ACCOUNTING PERIOD, ACCOUNTING CURRENCY UNIT

1. Accounting period

The Company's accounting period is from 01 January to 31 December annually.

2. Accounting currency unit

The accounting currency unit is the Vietnamese Dong ("VND") because transactions are primarily conducted in VND.

III. APPLICABLE ACCOUNTING STANDARDS AND SYSTEM

1. Applicable accounting system

The Company applies Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System issued under Circular No. 99/2025/TT-BTC dated 27 October 2025 ("Circular 99") and the Circulars providing guidance of the Ministry of Finance on the implementation of accounting standards in the preparation and presentation of Financial Statements.

Adoption of the new enterprise accounting system

The fiscal year ending on 31 December 2026 is the first year when the Company adopted the Enterprise Accounting System under Circular 99, in replacement of Circular No. 200/2014/TT-BTC dated 22 December 2014.

The transition to the application of Circular 99 is carried out using the following methods:

- For changes in accounting policies where the Circular 99 provides specific transition guidance, the Company follows that guidance.
- For changes in accounting policies where the Circular 99 does not require retroactive adjustments or simplified retroactive adjustments, the Company applies the non-retroactive method.

The impact of these changes in accounting policies on comparative figures is immaterial.



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KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

Notes to the Interim Financial Statements (cont.)

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

The Company's Executive Board has complied with the requirements of Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System issued under Circular 99, and the Circulars providing guidance of the Ministry of Finance on the implementation of accounting standards in the preparation and presentation of Financial Statements.

IV. APPLICABLE ACCOUNTING POLICIES, ACCOUNTING ESTIMATES AND RELEVANT LEGAL REQUIREMENTS

1. Accounting convention

The Financial Statements are prepared on the accrual basis (except for the information related to cash flows) using the historical cost principle and the going-concern assumption.

2. Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term investments with a maturity of three months or less from the date of investment (calculated from the date of purchase to the maturity date), 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. Restricted cash and cash equivalents are not presented under this item, but under the items "Other current assets" or "Other non-current assets", depending on the duration of the restriction.

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. Held-to-maturity investments comprise term deposits held to maturity for the purpose of earning periodic interest, and other held-to-maturity investments or those of a similar nature; they do not include derivative instruments.

Held-to-maturity investments are initially recognized at cost including the acquisition cost and attributable transaction cost (such as transaction costs, fees for brokerage, among other). Accrued interest from the previous period up to the date of purchase is deducted from the cost of the investment at the time of initial recognition. After initial recognition, these investments are recognized at cost. Interest income arising after the date of purchase is recognised as financial income on an accrual basis.

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 period and directly deducted from the investment costs. If the evidence of loss diminishes or ceases to exist in a subsequent period, the previously recognized loss is reversed and recognized in financial income for that period.

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.



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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

Notes to the Interim Financial Statements (cont.)

Initial recognition

Investments in associates are subject to initial recognition at cost, including the cost of acquisition or capital contributions plus costs directly attributable to the investments (such as transaction costs and fees for brokerage, consultancy, audit, other charges, taxes, fees and legal fees among others).

Dividends for periods prior to the acquisition of the investment are accounted for as a reduction in the carrying amount of the investment itself. Dividends for periods after the acquisition of the investment are recognised as financial income. 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 impairment of investments in associates

A provision for impairment of investments in the associate is recognized when the associate incurs losses or the investment is impaired and the Company might incur a loss of capital. The provision amount is determined by multiplying the Company's actual paid-in ownership interest (%) in the associate as at the end of the accounting period by the difference between the actual capital contributed by all owners and the associate's equity as at the same date.

Any increase or decrease in the provision for investment losses in joint ventures and associates that is recognised at the end of the accounting period is recorded as a financial expense.

4. Receivables

Receivables are recognized at their 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 of a commercial nature arising from purchase and sale transactions between the Company and customers who are independent to the Company.
- Other receivables reflect receivables of a non-commercial nature that do not arise from purchase and sale transactions.

Receivables are tracked in details by subject, term and original currency. The trade receivables and other receivables are classified as short-term and long-term items in the Statement of Financial Position on the basis of their remaining term as of the end of accounting period.

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:

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

Any increase or decrease in the balance of the allowance for doubtful debts at the end of the accounting period is recognised as general and administrative expenses.

5. Inventories

Inventories are recognised at the lower of cost and net realizable value.



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INTERIM FINANCIAL STATEMENTS

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Notes to the Interim Financial Statements (cont.)

Cost of inventories is determined as follows:

- For materials and merchandise: Costs comprise costs of purchases and other directly attributable expenses incurred in bringing the inventories to their present location and conditions.
- Work-in-process: comprise only the cost of primary raw materials.

Inventory 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 exceed their net realizable values. Increases or decreases in the obligatory allowance for devaluation of inventories as of the end of accounting period are recorded into costs of sales.

Materials, equipment and spare parts with a holding period exceeding 12 months or more than one normal operating cycle, and products in process with a production or turnover period exceeding one normal operating cycle, shall not be presented as inventories but shall be presented as non-current assets in the Statement of Financial Position.

6. Deferred expenses

Deferred expenses reflect actual expenses incurred (including prepaid and unpaid expenses) relevant to financial performance in several accounting periods. These deferred expenses are allocated into operation costs of the relevant accounting periods.

In the Statement of Financial Position, deferred expenses are classified as short-term (with the maximum allocation period of 12 months or within a normal operating cycle) and long-term (with the allocation period of more than 12 months or longer than a normal operating cycle). Long-term deferred expenses shall not be re-classified as short-term when preparing the Financial Statements.

The Company allocates deferred expenses into operation costs for each period, using an appropriate allocation method and criteria on the basis of the nature and extent of each type of expenses. The timing and method of allocating deferred expenses are as follows:

Tools and supplies,

Tools and supplies that have been issued for use or leased out in connection with production and business activities spanning multiple accounting periods are recognised as deferred expenses and allocated to production and business costs using the straight-line method based on their estimated useful life (not exceeding 36 months).

Fixed asset repair and renovation costs

For fixed assets which, in accordance with technical requirements, must undergo periodic repairs and maintenance, the costs incurred for such periodic repairs and renovation are recognised as deferred expenses and amortised to operation costs on a straight-line basis from the period in which the repairs and renovation are completed and the asset is put into use until the next scheduled repair or renovation (usually 36 months).

Other deferred expenses

Other expenses incurred that relate to multiple accounting periods are recognized as deferred expenses and allocated to operating costs in a manner appropriate to the characteristics and nature of each expense item.



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INTERIM FINANCIAL STATEMENTS

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Notes to the Interim Financial Statements (cont.)

7. Tangible fixed assets

Tangible fixed assets are stated at historical cost less accumulated depreciation. The historical cost of tangible fixed assets comprises all costs incurred by the Company to acquire the fixed asset up to the point at which it is ready for use.

Subsequent costs are added to historical cost 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 operating costs during the period. Costs of routine repairs and maintenance of tangible fixed assets are recognized into operating costs during the period in which they are incurred. For fixed assets that must undergo periodic repairs and maintenance in accordance with technical requirements, significant expenses incurred for repairing and maintaining these fixed assets are recognized as deferred expenses and amortized gradually into operating costs until the next routine repair or maintenance period.

When a tangible fixed asset is sold or disposed of, its historical cost and accumulated depreciation are written off, and any gain or loss arising from the disposal is recognised as income or an expense for the period.

Tangible fixed assets are depreciated on a straight-line basis over their estimated useful lives. The useful life and amortization method are reviewed at least at the end of every fiscal year and adjusted if necessary. The depreciation year of tangible fixed assets are as follows:

<u>Fixed assets</u>	<u>Number of years</u>
Buildings and structures	05 - 25
Machinery and equipment	03 - 08
Vehicles	06 - 16
Management equipment and tools	03 - 05
Other fixed assets	05 - 25

8. Intangible fixed assets

Intangible fixed assets are presented at initial cost less accumulated amortisation.

The initial cost of intangible fixed assets comprises all costs incurred by the Company to acquire the asset up to the date on which it is ready for use. Subsequent costs attributable to intangible fixed assets are recognized as operation costs during the period in which they are incurred, unless such costs are directly attributable to a specific intangible fixed asset and increase the future economic benefits expected to be derived from that asset.

When an intangible fixed asset is sold or disposed of, its initial cost and accumulated amortization are written off, and any gain or loss arising from the disposal is recognised as income or an expense for the period.

The useful life and amortization method are reviewed at least at the end of every fiscal year and adjusted if necessary.

The Company's intangible fixed assets comprise:

Land use rights

Land use right includes all the actual expenses paid by the Company directly related to the land being used, including payments made to obtain the land use right, compensation and site clearance costs, land levelling costs, registration fees, etc.



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INTERIM FINANCIAL STATEMENTS

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Notes to the Interim Financial Statements (cont.)

The land use right of the Company is amortized as follows:

- Land use right granted by the State with collection of land use fees is amortized in accordance with the straight-line method over the land use period specified in Land Use Rights Certificate (25–28 years). Long-term land use rights are not amortized.

Computer software

Costs relating to computer software that are not an integral part of the associated hardware are capitalised. The historical cost of computer software comprises all costs incurred by the Company up to the date the software is put into use. Computer software is depreciated on a straight-line basis over 5 years.

9. Construction in progress

Construction in progress reflects costs directly attributable to assets under construction and machinery and equipment being installed, including capitalised borrowing costs in accordance with Vietnamese Accounting Standards No. 16 - Borrowing Costs ("VAS 16"). These assets are recorded at historical cost and are not depreciated until they are available for use. Upon completion, all costs are transferred to the appropriate asset categories based on their intended use, including tangible fixed assets, intangible fixed assets, investment property or inventories, and depreciation/amortization commences when the assets are available for use.

Costs of upgrades and renovations of fixed assets in progress are accounted for separately and, upon completion, are added to the historical cost of the corresponding fixed assets.

Repair and maintenance expenses for fixed assets incurred on a regular basis to maintain the assets in their normal operating condition are recognized in operating expenses during the period. For fixed assets that must undergo periodic repairs and maintenance in accordance with technical requirements, the related costs are accumulated separately. Upon completion, the costs are transferred to deferred expenses and amortized to operating expenses over the period until the next scheduled repair or maintenance.

10. Payables and accrued expenses

Payables and accrued expenses are recognized for amounts to be paid in the future in respect of merchandise and services received. Accrued expenses are recognized based on reasonable estimates of the amounts payable.

Payables are classified as trade payables, accrued expenses and other payables based on the following principles:

- Trade payables reflect commercial payables arising from transactions involving the purchase of merchandise, services or assets, where the seller is an entity independent of the Company.
- Accrued expenses represent liabilities for goods and services received from suppliers or provided to customers for which payment has not yet been made due to the absence of invoices or insufficient supporting documentation, as well as employee entitlements such as accrued annual leave and other operating expenses incurred but not yet settled (such as costs incurred during seasonal production stoppages and interest expenses).
- Other payables represent liabilities of a non-commercial nature that do not arise from the purchase, sales of merchandise or provisions of services.

Payables and accrued expenses are classified as current or non-current on the Statement of Financial Position based on their remaining maturity at the end of the accounting period.



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Notes to the Interim Financial Statements (cont.)

11. Payables for dividends and profit distributions

Dividends are recognized as liabilities when the Company has no right to refuse its obligation to pay dividends to shareholders under the provisions of securities law and the Company's Charter.

12. Science and technology development fund

The Science and technology development fund is established to provide a source of funding for the Company's scientific, technological and innovation activities.

The maximum appropriation for the Science and Technology Development Fund ("the Fund") is 10% of assessable income during the year and is recognised as part of general and administrative expenses.

Fixed assets formed from the Fund are recorded as a corresponding reduction in the Fund. Periodic depreciation is charged against the Fund from which the fixed assets were formed and is not included in operation costs. When fixed assets formed from the Fund are transferred to serve production and business operations, the carrying values that have not been amortised are deducted from the Scientific and technological development fund that formed the fixed assets and recognised as other income. From the date of transfer, depreciation is included in operation costs in accordance with regulations.

Upon the disposal or liquidation of fixed assets formed from the Scientific and Technology Development Fund, the carrying values and expenses on liquidation and disposal of fixed assets are deducted from the Science and Technology Development Fund from which the assets were formed; proceeds from the disposal are recognised as other income; and related expenses are recognised as other expenses.

If expenditure on the acquisition of fixed assets from the Fund during the period exceeds the current balance in the Fund, the excess amount is recognised as general and administrative expenses during the period. For recurrent expenditure on research and development activities that do not result in the creation of fixed assets but exceeds the Fund's balance, the excess amount is recognised as general and administrative expenses during the period.

Where, within five years of the Fund's establishment, the total amount utilised does not reach 70% of the Fund's established balance, the Company must pay to the State budget for the corporate income tax calculated on the income appropriated for the Fund that has not been used or has been used to less than 70%, plus any accrued interest. This additional corporate income tax payable is recognised as current income tax in the period in which the liability is determined.

13. Owner's equity

Owner's capital

The contributed capital is recorded according to the actual amounts invested by the shareholders.

Share premiums

Share premiums recognised comprise:

- the difference between the issuance price and par value upon the IPO, additional issue.
- the difference between the repurchase price and the re-issue price for share repurchases conducted by the company itself.

Direct costs related to a successful share issue are recorded as a decrease in share premiums.



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Notes to the Interim Financial Statements (cont.)

14. Distribution of profits

Profit after tax is distributed to shareholders after appropriations have been made for funds in accordance with the Company's Charter and legal regulations, and following approval by the General Meeting of Shareholders.

The distribution of profits to the shareholders is made with consideration toward non-cash items in the retained profit 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.

15. Recognition of revenue and income

Revenue from sales of merchandise and finished goods

Revenue from sales of merchandise, finished goods shall be recognized when the Company fulfils its contractual obligations by transferring control rights of merchandise, finished goods to customers and all of the following conditions are satisfied:

- The Company transfers most of risks and benefits incident to the ownership of merchandise or products to customers.
- The Company no longer retains the rights to manage the merchandise and products as an owner, nor does it retain control over them.
- The amount of revenue can be measured reliably.
- The Company received or shall probably receive the economic benefits associated with sale transactions.
- The costs incurred in respect of the sale transaction can be measured reliably.

Revenue from provisions of services

Revenue from provisions of services shall be recognized when the Company fulfils its contractual obligations and 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 no longer exist and the buyers retain no right 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.

When services are provided over several accounting periods, revenue is recognized by reference to the stage of completion based on the volume of work performed at the reporting date.

Interest

Interest is recognised on a time-proportion basis using the effective interest rate for each period.

Dividends received

Dividends are recognised when the Company is entitled to receive them from its investment activities. The recognition date is determined in accordance with the provisions of the Law on Enterprises and the Charter of the investee. Only dividend and profit distributions attributable to the period after the investment date are recognized in financial income. Amounts attributable to the period before the investment date are deducted from the costs of the investment. The dividends received in the form of shares are not recognized in financial income and 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 Interim Financial Statements (cont.)

16. Revenue deductions

Revenue deductions include trade discounts, sales allowances and sales returns. These items are tracked separately and included into revenue from sales of goods and provisions of services to determine net revenue for the reporting period.

In case of products, merchandise and services provided in the previous periods but trade discounts, sales allowances, sales returns incurred in the following period, revenue deduction is recognized as follows:

- If the revenue deductions arise prior to the issuance date of the Financial Statements: this constitutes a post-balance-sheet event and is recognized as a revenue deduction in the Financial Statements for the reporting period.
- If the revenue deductions arise after the issuance date of the Financial Statements: they are recognized as revenue deductions for the period in which they arise.

17. Borrowing costs

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

Borrowing costs are recognized as an expense during the period when they are incurred, unless they are qualified for capitalized borrowing costs.

Borrowing costs that 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, are capitalized as part of that asset when it is probable that they will result in future economic benefits to the Company and the borrowing costs can be reliably measured.

The capitalization of borrowing costs commences when all three of the following conditions are concurrently met:

- Expenditure for the construction or production of the asset have been incurred;
- Borrowing costs have been incurred; and
- Activities necessary to prepare the asset for its intended use or sale are being undertaken.

Capitalization is suspended during periods when the construction or production process is abnormally interrupted. Capitalization stops when substantially all activities necessary to prepare the asset for its intended use or sale have been completed.

For a specific borrowing for purpose of construction or production of an asset in progress, the capitalized borrowing costs are the actual borrowing costs incurred, less any investment income on the temporary investment of those borrowings.

For general loans, part of which is used for the construction or production of assets under construction, the borrowing costs to be capitalised are determined in proportion to the capitalisation rate applicable to the weighted average cumulative costs incurred in the construction or production of that asset. The capitalisation rate is calculated as the weighted average interest rate on outstanding borrowings during the period, excluding separate borrowings specifically intended for the creation of a specific asset.



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Notes to the Interim Financial Statements (cont.)

18. 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 are recognized even if they are not yet due for payment, provided that their incurrence is reasonably certain in order to ensure the principle of prudence and capital preservation.

When the Company recognizes revenue, it shall recognize the cost corresponding to generating that revenue. Such cost included those incurred in the period in which the revenue was generated together with cost incurred in the previous periods or accrued expenses related to the revenue generated in that period. 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.

19. Corporate income tax

The Company's corporate income tax accounting policy is implemented in accordance with the provisions of the Law on Corporate Income Tax No. 67/2025/QH15 dated 14 June 2025, Decree No. 320/2025/NĐ-CP dated 15 November 2025 of the Government, which provides detailed regulations on certain provisions of the Law on Corporate Income Tax, guidance documents issued by the Ministry of Finance, and other relevant legal provisions. Corporate income tax includes current income tax and deferred income tax.

Current corporate income tax

Current income tax is the amount of corporate income tax payable, calculated on the basis of assessable income for the year and the current corporate income tax rate. The difference between assessable income and accounting profit arises from adjustments to temporary differences between tax and accounting treatment, non-deductible expenses, non-taxable income and losses carried forward.

On a quarterly basis, the Company determines and recognizes the provisional corporate income tax payable based on the tax return. At the end of the fiscal year, the Company determines the actual corporate income tax payable based on the final tax return and adjusts any differences with the provisional amounts recognized during the year.

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, except to the extent that they arise from the initial recognition of an asset or liability in a transaction that, at the time of transaction, affects neither accounting profit nor taxable income.

Deferred income tax assets are recognized for all deductible temporary differences to the extent that future taxable income will be available against which the deductible temporary difference can be utilized. Deferred income tax assets are also recognized for unused taxable losses and tax credits to the extent that it is probable that future taxable profit will be available against which they can be utilized. Deferred income tax assets and deferred income tax liabilities arising from transactions recognized directly in owner's equity are not recognized into deferred income tax expense.



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The carrying amount of deferred corporate income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be recovered.

Deferred income tax assets and deferred income tax liabilities are measured using the tax rates that are expected to apply in the period when the assets are recovered or the liabilities are settled, based on the effective tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

When preparing the Statement of Financial Position, the Company offsets 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 levied by the same taxation authority on either:
 - The same taxable subjects; 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 in which significant amounts of deferred tax liabilities or deferred tax assets are expected to be settled or recovered.

20. Related party

A party is considered a related party of the Company if that party has the ability to control the Company or exercise significant influence over the Company, or has power to participate in financial and operating policy decisions of the Company. A party is also considered a related party of the Company if both parties are subject to common control.

Related parties of the Company include:

- The parent company, joint ventures and associates.
- Individuals with direct or indirect voting rights and thereby have significant influence over the Company, including members of the Board of Directors and their close family members.
- Key management personnel with the authority and responsibility to plan, manage and control the Company's operations, including the Executive Board, the Supervisory Board, other management members and close family members of these individuals.
- Entities over which individuals referred to above are able to exercise sufficient influence through direct or indirect ownership of voting rights, including entities owned by key management personnel or major shareholders of the Company and entities that share key management personnel with the Company.

Close family members of an individual are those who may cause influence or be influenced by that individual in their dealings with the Company, including the individual's parents, spouse, children and siblings.

A related party transaction is a transfer of resources, services or obligations between related parties, regardless of whether a price is charged.

In considering if parties are related, attention is directed to the substance of the relationship and not merely its legal form.



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21. 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 nature of economic risks and benefits is the primary basis for determining whether the primary segment report is prepared by the business field or geographical area. If risks and rates of return are primarily influenced by differences in products and services, the primary segment report is prepared by the business field and the secondary segment report is prepared by geographical area. Conversely, if risks and rates of return are primarily influenced by differences in geographical area, the primary segment report is prepared by geographical area and the secondary segment report is prepared by the business field.

A segment must be reported if the majority of its revenue derives from external sales of goods and provisions of services and meets at least one of the following thresholds:

- The segment's revenue accounts for 10% or more of the total revenue of all segments.
- The segment's financial performance accounts for 10% or more of the total financial performance of all profitable segments or the total financial performance of all loss-making segments (whichever is greater in absolute terms).
- The segment's total assets account for 10% or more of the total assets of all segments.

Information on the segment is prepared and presented in accordance with the accounting policies applied to the preparation and presentation of the Company's Financial Statements.

V. ADDITIONAL INFORMATION ON ITEMS PRESENTED IN THE INTERIM FINANCIAL STATEMENTS

1. Cash and cash equivalents

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	30,576,060	15,930,516
Demand deposits	395,490,298	540,385,562
- An Binh Commercial Joint Stock Bank (ABBank)	4,910,622	140,668,260
- Joint Stock Commercial Bank for Investment and Development of Vietnam (BIDV)	3,598,291	129,734,261
- Vietnam Joint Stock Commercial Bank of Industry and Trade (VietinBank)	13,883,526	104,642,710
- Vietnam Bank for Agriculture and Rural Development (Agribank)	300,439,743	36,127,807
- Other banks	72,658,116	129,212,524
Cash equivalents	38,746,038,513	-
- 2-month term deposit with Vietnam Joint Stock Commercial Bank of Industry and Trade (VietinBank)	10,000,000,000	-

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



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	<u>Ending balance</u>	<u>Beginning balance</u>
- 3-month term deposit with Vietnam Joint Stock Commercial Bank of Industry and Trade (VietinBank)	10,260,000,000	-
- 3-month term deposit at Vietnam Export Import Commercial Joint Stock Bank (Eximbank)	12,500,000,000	-
- Term deposits from 3 months or less with other banks and organisations	5,774,187,200	-
- Interest receivable	211,851,313	-
Total	39,172,104,871	556,316,078

2. Financial investments

The Company's financial investments comprise held-to-maturity investments and investments in associates. The Company's financial investments are as follows:

2a. Short-term held-to-maturity investments

Held-to-maturity investments are term deposits with banks, details are as follows:

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Cost</u>	<u>Recoverable value</u>	<u>Cost</u>	<u>Recoverable value</u>
Vietnam Bank for Agriculture and Rural Development (Agribank) ⁽ⁱ⁾	34,672,156,700	34,672,156,700	39,525,670,300	39,525,670,300
Vietnam Joint Stock Commercial Bank of Industry and Trade (VietinBank)	21,150,000,000	21,150,000,000	30,509,686,527	30,509,686,527
Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank)	18,828,293,765	18,828,293,765	18,391,438,458	18,391,438,458
Vietnam Export Import Commercial Joint Stock Bank (Eximbank)	19,578,931,507	19,578,931,507	22,336,970,178	22,336,970,178
Other banks	10,171,964,119	10,171,964,119	9,953,543,737	9,953,543,737
Accrued term deposit interest	1,761,960,671	1,761,960,671	616,984,277	616,984,277
Total	106,163,306,762	106,163,306,762	121,334,293,477	121,334,293,477

- (i) At the end of the accounting period, held-to-maturity investments at Agribank with cost of VND 14,171,339,200 (beginning balance was VND 14,171,339,200) were used as collateral for a construction contract (see Note V.24).

All short-term held-to-maturity investments are recoverable and do not require the provision for impairment. There were no changes in the provision for impairment of short-term held-to-maturity investments during the period.

2b. Investments in associates

	<u>Cost</u>	<u>Recoverable amount</u>	<u>Cost</u>	<u>Recoverable amount</u>
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company	24,000,000,000	24,000,000,000	24,000,000,000	24,000,000,000
Total	24,000,000,000	24,000,000,000	24,000,000,000	24,000,000,000



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The investment in associates is recoverable and provision for impairment is not required.

Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company operates under Business Registration Certificate No. 4201574467, initially registered on 27 September 2013 and amended for the fourth time on 15 October 2025 issued by the Department of Finance of Khanh Hoa Province. At the end of the accounting period and at the beginning of the year, the Company held 2,400,000 shares, representing 30% of the charter capital, with an investment value of VND 24,000,000,000.

Recoverable amount

The investment in Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company cannot determine its fair value, the recoverable amount is determined based on the investee's owner's equity in proportion to the Company's ownership interest, as per the Financial Statements at the end of the accounting period.

Operating performance of the associates

Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company is currently operating normally, with no significant changes compared to the previous year.

Provisions for impairment of equity investments in other entities

There were no provisions for impairment of equity investments in other entities during the period.

Transactions with associates

Transactions between the Company and its associates are presented in Note VIII.1b.

3. Short-term trade receivables

	Ending balance		Beginning balance	
	Carrying amount	Provision	Carrying amount	Provision
Trade receivables for water supply services	55,262,930,026	-	44,467,820,950	-
Other customers	331,339,000	-	331,339,000	-
Total	55,594,269,026	-	44,799,159,950	-

4. Short-term advances to suppliers

	Ending balance	Beginning balance
B.A.C.A.U Trading and Technology Co., Ltd.	200,316,000	-
Sai Gon Water Technology Joint Stock Company	776,599,000	-
Long Van System Solution Joint Stock Company	299,483,500	-
Other suppliers	510,122,900	1,964,210,016
Total	1,786,521,400	1,964,210,016

Of which, advances for the acquisition and construction of fixed assets amounted to 0 VND (the beginning balance was VND 242,175,000).



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Notes to the Interim Financial Statements (cont.)**5. Other short-term receivables**

	Ending balance		Beginning balance	
	Carrying amount	Provision	Carrying amount	Provision
<i>Receivables from related parties</i>	2,868,010,427	-	-	-
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company				
- Dividends received	2,868,010,427	-	-	-
<i>Receivables from other organizations and individuals</i>	1,389,860,018	-	2,588,065,540	-
Amounts receivable from employees – advance payments for business trips	37,000,000	-	22,000,000	-
Mortgages and deposits	20,000,000	-	20,000,000	-
Input VAT not yet declared	172,549,800	-	-	-
Interest on loans subsidised by the budget	1,160,310,218	-	-	-
Total	4,257,870,445	-	2,588,065,540	-

6. Overdue debts, doubtful debts

These are all advances to suppliers that have been overdue for more than three years, details are as follows:

	Ending balance		Beginning balance	
	Original cost	Recoverable amount	Original cost	Recoverable amount
504 Joint Stock Company	100,000,000	-	100,000,000	-
CATSOFT Joint Stock Company	53,600,000	-	53,600,000	-
Total	153,600,000	-	153,600,000	-

There was no allowance for doubtful debts during the period.

7. Inventories

	Ending balance		Beginning balance	
	Cost	Provision	Cost	Provision
Materials and supplies	24,469,028,321	-	23,078,848,124	-
Tools	52,904,562	-	52,904,562	-
Work-in-process	1,709,841,547	-	1,367,306,488	-
Total	26,231,774,430	-	24,499,059,174	-

No inventories need to be made provision for impairment. There are no changes in the provision for impairment of inventories during the period.

8. Short-term/long-term deferred expenses**8a. Short-term deferred expenses**

Short-term deferred expenses represent the cost of software licence renewals that remain to be allocated.



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	<u>Ending balance</u>	<u>Beginning balance</u>
Tools	5,709,798,998	5,710,740,028
Repair expenses	5,016,240,452	3,960,129,432
Other long-term deferred expenses	771,846,701	1,023,178,799
Total	<u>11,497,886,151</u>	<u>10,694,048,259</u>

9. Tangible fixed assets

	<u>Buildings and structures</u>	<u>Machinery and equipment</u>	<u>Vehicles</u>	<u>Management equipment and tools</u>	<u>Total</u>
Historical cost					
Beginning balance	94,853,525,629	323,145,140,743	918,582,589,113	3,425,751,477	1,340,007,006,962
Acquisition during the period	342,504,629	5,896,362,820	876,064,333	551,870,370	7,666,802,152
Completed construction investment	-	1,126,291,963	17,575,821,149	-	18,702,113,112
Increase from pipeline construction and installation activities	-	513,855,000	1,314,101,000	-	1,827,956,000
Ending balance	<u>95,196,030,258</u>	<u>330,681,650,526</u>	<u>938,348,575,595</u>	<u>3,977,621,847</u>	<u>1,368,203,878,226</u>
<i>Of which:</i>					
Fully depreciated but still in use	42,277,676,315	205,576,262,863	376,657,563,346	2,456,728,232	626,968,230,756
Awaiting liquidation	-	-	-	-	-
Accumulated depreciation					
Beginning balance	78,252,899,248	268,749,048,766	610,720,551,576	2,856,976,672	960,579,476,262
Depreciation during the period	1,804,629,579	10,373,107,857	35,175,051,193	152,232,737	47,505,021,366
Ending balance	<u>80,057,528,827</u>	<u>279,122,156,623</u>	<u>645,895,602,769</u>	<u>3,009,209,409</u>	<u>1,008,084,497,628</u>
Carrying value					
Beginning balance	16,600,626,381	54,396,091,977	307,862,037,537	568,774,805	379,427,530,700
Ending balance	<u>15,138,501,431</u>	<u>51,559,493,903</u>	<u>292,452,972,826</u>	<u>968,412,438</u>	<u>360,119,380,598</u>
<i>Of which:</i>					
Temporarily not in use	-	-	-	-	-
Awaiting liquidation	-	-	-	-	-

The list of tangible fixed assets at the end of the accounting period is as follows:

	<u>Historical cost</u>	<u>Accumulated depreciation</u>	<u>Carrying value</u>
HDPE pipelines in the area	918,904,238,509	630,823,360,844	288,080,877,665
Other tangible fixed assets	449,299,639,717	377,261,136,784	72,038,502,933
Total	<u>1,368,203,878,226</u>	<u>1,008,084,497,628</u>	<u>360,119,380,598</u>



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Certain tangible fixed assets with carrying values of VND 207,170,127,061 have been pledged as security for loans from the Khanh Hoa Investment and Development Fund.

10. Intangible fixed assets

	Land Use right	Computer software	Total
Initial cost			
Beginning balance	24,636,685,000	4,201,087,400	28,837,772,400
Acquisition during the period	-	48,000,000	48,000,000
Ending balance	24,636,685,000	4,249,087,400	28,885,772,400
<i>Of which:</i>			
Fully amortized but still in use	-	2,970,007,400	2,970,007,400
Accumulated amortization			
Beginning balance	12,717,273,322	3,148,214,195	15,865,487,517
Amortization during the period	443,864,388	152,916,416	596,780,804
Ending balance	13,161,137,710	3,301,130,611	16,462,268,321
Carrying values			
Beginning balance	11,919,411,678	1,052,873,205	12,972,284,883
Ending balance	11,475,547,290	947,956,789	12,423,504,079
<i>Of which:</i>			
Temporarily not in use	-	-	-
Awaiting liquidation	-	-	-

The list of intangible fixed assets at the end of the accounting period is as follows:

	Initial cost	Accumulated amortization	Carrying value
The Company's land use right	19,498,185,000	10,529,019,900	8,969,165,100
Land use right of Plot 110 Vo Canh Plant	5,138,500,000	2,632,117,810	2,506,382,190
Operations management and billing software	3,076,221,000	2,607,257,532	468,963,468
Other management software	1,172,866,400	693,873,079	478,993,321
Total	28,885,772,400	16,462,268,321	12,423,504,079

Certain intangible fixed assets with carrying values of VND 8,969,165,100 have been pledged as security for loans from the Khanh Hoa Investment and Development Fund.



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	Beginning balance	Costs incurred during the period	Transferred to fixed assets during the period	Other decreases	Ending balance
Construction in progress	4,916,892,446	27,612,776,154	(18,702,113,112)	(4,723,828,930)	9,103,726,558
- Upgrading of the DN300 raw water pipeline and the DN100.50 clean water pipeline - Tran Binh Trong Street - Khanh Son	-	2,062,566,947	-	(448,710,509)	1,613,856,438
- Investment in the replacement of DN300 and DN100 pipelines – Tran Phu Street (from Da Tuong to Vinmec Hospital)	-	1,263,697,905	-	(15,318,196)	1,248,379,709
- Installation of stone gabion erosion protection for the Pump Station No. 1 of Vo Canh Water Plant	-	1,239,927,179	-	-	1,239,927,179
- Other works	4,916,892,446	23,046,584,123	(18,702,113,112)	(4,259,800,225)	5,001,563,232
Total	4,916,892,446	27,612,776,154	(18,702,113,112)	(4,723,828,930)	9,103,726,558

12. Other non-current assets

	Ending balance	Beginning balance
Term deposits with the Bank for Agriculture and Rural Development (Agribank)	3,256,004,914	3,181,060,351
Total	3,256,004,914	3,181,060,351

The term deposit is used as security deposit for the performance of construction contract of HDPE pipelines at the Khanh Hoa Investment and Development Fund, with a term of 5 years.

13. Short-term trade payables

	Ending balance	Beginning balance
Payables to related parties	6,584,950,000	5,417,401,500
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company	6,584,950,000	5,417,401,500
Payables to other suppliers	22,703,944,471	12,319,541,961
DNP Holding Joint Stock Company	8,340,212,675	2,695,867,369
EMIC Electrical Measuring Instrument Joint Stock Company	5,078,376,000	1,692,792,000
Bien Hoa Chemical Plant – Branch of South Basic Chemicals Joint Stock Company	3,006,629,280	671,749,200



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	<u>Ending balance</u>	<u>Beginning balance</u>
Son Thanh Water Supply and Sewerage Investment and Construction Joint Stock Company	3,419,230,500	3,065,517,000
Other suppliers	2,859,496,016	4,193,616,392
Total	29,288,894,471	17,736,943,461

Of which, trade payables for the acquisition and construction of fixed assets amounted to VND 483,724,500 (the beginning balance was VND 291,871,000).

The Company has no other overdue trade payables.

14. Short-term advances from customers

	<u>Ending balance</u>	<u>Beginning balance</u>
Centre for Land Fund Development of Khanh Hoa Province	1,261,098,000	1,261,098,000
Marina Hotel Joint Stock Company	319,767,000	319,767,000
Centre for Land Fund Development of Khanh Son District	624,684,000	624,684,000
Other customers	77,867,428	317,060,000
Total	2,283,416,428	2,522,609,000

15. Payables for dividends and profit distributions

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Dividends payable to related parties</i>	47,488,980,000	-
People's Committee of Khanh Hoa Province	25,525,500,000	-
REE Water Company Limited	21,963,480,000	-
<i>Dividends payable to other shareholders</i>	2,561,013,000	-
Other shareholders	2,561,013,000	-
Total	50,049,993,000	-

The 2026 Annual General Meeting of Shareholders adopted Resolution No. 02/NQ-AGM dated 24 April 2026 regarding the payment of the 2025 cash dividend to shareholders at a rate of 17.5% of the charter capital, equivalent to VND 50,049,993,000. The Board of Directors issued Resolution No. 43/NQ-HĐQT dated 25 June 2026 regarding the payment of the 2025 dividend; the record date for the list of shareholders entitled to received dividends is 14 July 2026, and the expected dividend payment date is 28 August 2026.

16. Short-term taxes and amounts payable to the State budget

	<u>Beginning balance</u>		<u>Increases during the period</u>		<u>Ending balance</u>	
	<u>Payables</u>	<u>Receivables</u>	<u>Amount payable</u>	<u>Amount actually paid</u>	<u>Payables</u>	<u>Receivables</u>
VAT on local sales	227,911,124	-	3,989,806,220	(3,494,236,408)	723,480,936	-
VAT on urban drainage charges collected and paid on other's behalf	594,236,175	-	4,027,787,245	(3,886,003,223)	736,020,197	-
Corporate income tax	1,728,292,197	-	4,358,065,505	(5,500,000,000)	586,357,702	-
Personal income tax	1,376,276,475	-	1,227,579,000	(2,307,643,475)	296,212,000	-

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



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	Beginning balance		Increases during the period		Ending balance	
	Payables	Receivables	Amount payable	Amount actually paid	Payables	Receivables
Natural resource tax	147,416,680	-	887,746,320	(878,302,280)	156,860,720	-
Land rental		-	90,001,166	(90,001,166)	-	-
Fees, legal fees, and other duties	7,836,301,516		56,601,164,766	(53,725,621,416)	10,729,077,653	17,232,787
- Urban drainage services charges	7,056,554,587	-	47,829,973,545	(46,146,288,291)	8,740,239,841	-
- Forest environmental services fee	670,508,644	-	1,404,250,328	(1,332,309,420)	742,449,552	-
- Environmental protection fee	109,238,285	-	6,634,934,606	(5,497,784,631)	1,246,388,260	-
- Water resource exploitation licence fees	-	-	732,006,287	(749,239,074)	-	17,232,787
Total	11,910,434,167	-	71,182,150,222	(69,881,807,968)	13,228,009,208	17,232,787

All taxes and other amounts payable to the State Budget are paid in the short term.

Value Added Tax (VAT)

The Company has to pay VAT using the deduction method. The tax rates applied are as follows:

- Clean water extraction and supply : 5%
- Services of construction and installation, consultancy, design and supply of materials : 10%

For the first 6 months of 2026, the Company is subject to VAT rate of 8% on certain merchandise and services under Decree No. 174/2025/NĐ-CP dated 30 June 2025 of the Government, giving guidance of Resolution No. 204/2025/QH15 dated 17 June 2025 of the National Assembly.

Corporate income tax

The Company is entitled to corporate income tax incentives on income derived from socialisation activities (the clean water production and supply) in accordance with the following provisions:

- In accordance with the provisions of Articles 8 and 16 of the Government's Decree No. 69/2008/NĐ-CP dated 30 May 2008 and Articles 15 and 19 of the Government's Decree No. 218/2013/NĐ-CP dated 26 December 2013;
- In accordance with the provisions of Section V of the List of Types, Scale Criteria and Standards for Facilities Implementing Socialisation in the Environmental Sector, issued together with Decision No. 1466/QĐ-TTg dated 10 October 2008 of the Prime Minister amended and supplemented in Section VI of Decision No. 693/QĐ-TTg dated 6 May 2013 of the Prime Minister; and

Accordingly, the Company is entitled to preferential corporate income tax rate of 10% for the duration of its operations in relation with income derived from the production and supply of clean water, provided that the conditions for the application of the preferential rate are met.

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



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The estimated corporate income tax payable is as follows:

	Accumulated from the beginning of the year	
	Current year	Previous year
Total accounting profit before tax	44,684,627,213	42,874,401,477
Increases/(decreases) of accounting profit to determine taxable income:		
• Increases	426,944,525	131,600,752
• Decreases	-	-
Taxable income	45,111,571,738	43,006,002,229
Income exempted from tax	(2,868,010,427)	-
Assessable income	42,243,561,311	43,006,002,229
Corporate income tax rate	20%	20%
Corporate income tax payable at common tax rate	8,448,712,262	8,601,200,446
Differences due to the application of rate other than common tax rate	(4,090,646,757)	(4,163,001,118)
Corporate income tax to be paid	4,358,065,505	4,438,199,328

The determination of the Company's corporate income tax payable is based on currently applicable tax regulations. However, these tax regulations may change from time to time, and tax regulations applicable to different types of transactions may be interpreted in different ways. Consequently, the tax amounts presented in the Interim Financial Statements can be changed upon the inspection of tax authorities.

Natural resource tax

The Company must pay natural resource tax on the extraction of surface water for production purposes, with a taxable value of VND 4,000 per m³ and tax rate of 1%.

Land rental

The Company is required to pay land rental for the plots of land currently using with the annual rental as follows:

<u>Land location</u>	<u>Area (m²)</u>	<u>Rental rate (VND/m²)</u>
• Vo Canh Water Plant	400.5	7,436
• Le Hong Phong Workshop	232.9	258,012

Property tax

Property tax is paid in accordance with the tax authority's notice.

Other taxes

The Company has declared and paid these taxes in accordance with the regulations.

17. Payables to employees

	Ending balance	Beginning balance
Wages payable	13,429,045,733	19,894,188,789
Total	13,429,045,733	19,894,188,789



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Notes to the Interim Financial Statements (cont.)**18. Short-term accrued expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Cost of supporting environmental protection charges for domestic wastewater	588,358,000	382,072,000
Interest expenses payable	237,755,432	370,833,500
Electricity and water charges	1,282,330,302	853,658,177
Security services costs	227,530,000	227,733,333
Other short-term payables	218,407,374	117,751,660
Total	2,554,381,108	1,952,048,670

19. Other short-term/ long-term payables**19a. Other short-term payables**

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related parties</i>	<i>2,488,401,000</i>	<i>1,658,934,000</i>
People's Committee of Khanh Hoa Province - current portion of non- current liabilities	2,488,401,000	1,658,934,000
<i>Other payables to other organisations and individuals</i>	<i>2,124,651,201</i>	<i>5,577,781,204</i>
Trade Union's expenditure, social insurance	335,369,183	28,607,608
Receipt of short-term deposits, mortgages	1,683,285,193	5,008,285,193
Other short-term payables	105,996,825	540,888,403
Total	4,613,052,201	7,236,715,204

19b. Other long-term payables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related parties</i>	<i>5,046,507,900</i>	<i>5,875,974,900</i>
People's Committee of Khanh Hoa Province - payables for fixed asset acquisitions	5,046,507,900	5,875,974,900
<i>Other payables to other organisations and individuals</i>	<i>4,000,000,000</i>	-
Mortgages and deposits	4,000,000,000	-
Total	9,046,507,900	5,875,974,900

19c. Overdue debts

The Company has no other overdue payables.

20. Short-term/ long-term borrowings and financial lease liabilities**20a. Short-term borrowings and financial lease liabilities**

These are current portions of long-term borrowings (see Note V.20b), details are as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
Khanh Hoa Investment and Development Fund ⁽ⁱ⁾	51,959,324,932	34,577,324,932
Khanh Hoa Provincial Budget ⁽ⁱⁱ⁾	11,194,648,659	3,097,324,932
Total	63,153,973,591	37,674,649,864

Increases, decreases of short-term borrowings are as follows:



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	Current period	Previous period
Beginning balance	37,674,649,864	31,313,324,932
Transfer from long-term borrowings	44,355,648,659	39,893,324,932
Amount already repaid	(18,876,324,932)	(33,532,000,000)
Ending balance	63,153,973,591	37,674,649,864

20b. Long-term borrowings and financial lease liabilities

	Ending balance	Beginning balance
Loan from the Khanh Hoa Investment and Development Fund ⁽ⁱ⁾	54,762,821,068	84,175,821,068
Loan from the Khanh Hoa Provincial Budget ⁽ⁱⁱ⁾	-	10,194,648,659
Total	54,762,821,068	94,370,469,727

(i) The long-term borrowings of the Khanh Hoa Investment and Development Fund comprise the following credit agreements:

- Credit Agreement No. 09/2017/HĐTD - ĐTPT dated 27 December 2017 with a credit limit of VND 41,150,000,000; the loan term is 126 months from the first disbursement date, the repayment period is 120 months from the end of the grace period; the loan interest rate is 8.29% per annum. The loan purpose is to renovate and upgrade the DN700 water supply pipeline on 23/10 Street, from the Vo Canh Water Plant to Cau Dua - Nha Trang. This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 17/2020/HĐTD - ĐTPT dated 9 December 2020 with a credit limit of 43,290,000,000 VND; the loan term is 136 months from the first disbursement date, the repayment period is 132 months from the end of the grace period; the loan interest rate is 8.29% per annum. The loan purpose is to invest in the project "DN700 Water Supply Pipeline on 23/10 Street from Ma Vong to Cau Dua s". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 03/2019/HĐTD - ĐTPT dated 22 May 2019 with a credit limit of 11,700,000,000 VND; the loan term is 141 months from the first disbursement date, the repayment period is 139 months from the end of the grace period; the loan interest rate is 8.29% per annum. The loan purpose is to renovate To Hap Town Water Treatment Plant. This loan is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 12/2022/HĐTD - ĐTPT dated 6 July 2022 with a credit limit of VND 3,787,000,000; the loan term is 74 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in purchasing new DN500 and DN400 pipelines replacing the old pipelines at Ha Ra Bridge Section (km6+900 on National Highway 1C)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 01/2023/HĐTD-ĐTPT dated 7 April 2023 with a credit limit of VND 6,740,000,000; the maximum loan term of 87 months from the first disbursement date, the repayment period of 84 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in the renovation of the remaining four filtration tanks in Treatment Area A (belonging to part of the investment project for the construction and renovation of the Vo Canh Water Plant - Phase 2). This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).



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- Credit Agreement No. 02/2023/HĐTD – ĐTPT dated 27 June 2023 and Annex No. 01 dated 28 August 2023, with a credit limit of VND 4,072,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in HDPE water supply pipelines (DN150 and DN100) replacing the existing PVC pipelines – Le Hong Phong Street (from Ma Vong to Phuoc Long)”. This borrowing is secured by a mortgage on certain fixed assets being the Company’s pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 03/2023/HĐTD - ĐTPT dated 27 June 2023 and Annex No. 01 dated 30 October 2023, with a credit limit of VND 3,048,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in an HDPE DN100.50 water supply pipeline replacing the existing PVC DN100.50 pipeline – Hon Ro 1 Residential Area (from the Binh Tan Bridge junction to Hon Ro Market)”. This borrowing is secured by a mortgage on certain fixed assets being the Company’s pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 04/2023/HĐTD – ĐTPT dated 27 June 2023 and Annex No. 01 dated 30 October 2023, with a credit limit of VND 2,130,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in a DN200 and DN100 HDPE water supply pipeline replacing the existing DN150, DN100 and DN50 PVC pipelines - Da Tuong Street (from the intersection with Truong Sa Street to the junction with Tran Phu Road)”. This borrowing is secured by a mortgage on certain fixed assets being the Company’s pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 05/2023/HĐTD – ĐTPT dated 27 June 2023 and Annex No. 01 dated 28 August 2023, with a credit limit of VND 5,623,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE water supply pipelines of DN300, 150, 100 and 50 replacing the existing PVC pipelines of DN200, 150, 100 and 50 – 2/4 Street (from Nguyen Xien to Tran Quy Cap)”. This borrowing is secured by a mortgage on certain fixed assets being the Company’s pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 08/2023/HĐTD – ĐTPT dated 21 September 2023 with a credit limit of VND 4,390,000,000; the loan term is 85 months from the first disbursement date, the repayment period is 84 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in an HDPE DN300, 50 water supply pipeline on Nguyen Luong Bang Street (from Vinh Phuong Bridge to the junction with National Highway 1)”. This borrowing is secured by a mortgage on certain fixed assets being the Company’s pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 19/2023/HĐTD – ĐTPT dated 20 November 2023 with a credit limit of VND 3,586,000,000; the loan term is 67 months from the first disbursement date, the repayment period is 66 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in DN300 and DN100 water supply pipelines replacing the existing DN350 and DN50 PVC cast iron pipelines - 23/10 Street (Dien An – Dien Khanh, on the right-hand side of the street)”. This borrowing is secured by a mortgage on certain fixed assets being the Company’s pipelines and machinery and equipment (see Notes V.9 and V.10).



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- Credit Agreement No. 21/2023/HĐTD – ĐTPT dated 20 November 2023 and Annex No. 01 dated 28 December 2023, with a credit limit of VND 3,891,146,000; the loan term is 85 months from the first disbursement date, the repayment period is 84 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in DN300 and DN100 water supply pipelines replacing the existing PVC DN300 pipelines, 100 National Highway 1 (from the Dac Loc Industrial Park to the Vinh Phuong junction)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 01/2024/HĐTD – ĐTPT dated 24 January 2024 with a credit limit of VND 4,430,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in DN300, 150 and 100 water supply pipelines replacing the existing DN300, 150 and 100 PVC pipelines along Dien Bien Phu Street (from the junction with 2/4 Street to the junction with Pham Van Dong Street). This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 02/2024/HĐTD – ĐTPT dated 21 March 2024 and Annex No. 01 dated 7 February 2025, with a credit limit of VND 44,784,000,000; the loan term is 107 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in the construction of a DN400 water supply pipeline along Vo Nguyen Giap Street and To Huu Street (the section from the junction with the National Highway 1 bypass to Le Hong Phong Street)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 20/2023/HĐTD – ĐTPT dated 20 November 2023 with a credit limit of VND 3,330,000,000; the loan term is 73 months from the first disbursement date, and the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in DN300, 150 and 100 water supply pipelines replacing the existing DN300, 150 and 100 PVC pipelines on Tran Hung Dao Street, Pasteur Street and Le Loi Street – Loc Tho and Xuong Huan wards - Nha Trang City (the section from Le Thanh Ton Street to Ngo Quyen Street). This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 04/2024/HĐTD – ĐTPT dated 26 June 2024 and Annex No. 01 dated 30 September 2024, with a credit limit of VND 2,879,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in DN300 and DN100 water supply pipelines replacing the existing DN300 and DN100 PVC pipelines on Hung Vuong Street and Biet Thu Street (from Le Thanh Ton Street - Biet Thu Street - Tran Phu Street). This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 06/2024/HĐTD – ĐTPT dated 26 June 2024 and Annex No. 01 dated 30 September 2024, with a credit limit of VND 1,477,000,000; the loan term is 54 months from the first disbursement date, and the repayment period is 53 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in DN150 and DN100 water supply pipelines replacing the existing PVC pipelines on Hoang Dieu Street (from Tran Phu Street to the N7 junction on Nguyen Tri Phuong Street). This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).



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- Credit Agreement No. 05/2024/HĐTD – ĐTPT dated 26 June 2024 and Annex No. 01 dated 31 October 2024, with a credit limit of VND 3,710,000,000; the loan term is 74 months from the first disbursement date, and the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in DN300, 200 and 100 water supply pipelines replacing the existing DN200, 150 and 100 PVC pipelines - Pham Van Dong Road (section from Thien Phuoc Restaurant to Hon Mot Bridge)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 20/2024/HĐTD – ĐTPT dated 6 September 2024 and Annex No. 01 dated 31 October 2024, with a credit limit of VND 3,340,000,000; the loan term is 53 months from the first disbursement date, and the repayment period is 52 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in DN300, 150 and 100 water supply pipelines replacing the existing PVC pipelines along National Highway 1C (Thong Nhat Street, 23/10 Street, from the petrol station to Cho Moi Bridge). This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10)
- Credit Agreement No. 22/2024/HĐTD – ĐTPT dated 30 October 2024 and Annex No. 01 dated 21 January 2025, with a credit limit of VND 2,544,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN200, 100, 50 water supply pipelines replacing the existing DN200, 100, 50 PVC pipelines - Dong Muong Duong De Area (along Ly Thai To Street to Pham Van Dong Street)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 23/2024/HĐTD – ĐTPT dated 30 October 2024 and Annex No. 01 dated 21 January 2025, with a credit limit of VND 2,421,000,000; the loan term is 73 months from the first disbursement date, and the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN300, 200, 100, 50 water supply pipelines replacing the PVC pipelines in the Tay Muong – Duong De Residential Area (from Pham Van Dong Street to Trieu Quang Phuc Street and from Tran Khat Chan Steet to Ly Thai To Street)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 24/2024/HĐTD - ĐTPT dated 30 October 2024 and Annex No. 01 dated 28 February 2025, with a credit limit of VND 2,335,000,000; the loan term is 73 months from the first disbursement date, the repayment period is 72 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN300, 150, 100 water supply pipelines replacing the PVC pipeline along Vo Thi Sau Street – Vinh Truong Ward – Nha Trang City (section from the Vinh Truong Ward booster station to the Chut Mountain bypass)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 01/2025/HĐTD – ĐTPT dated 7 February 2025 and Annex No. 01 dated 2 April 2025, with a credit limit of VND 941,000,000; the loan term is 61 months from the first disbursement date, the repayment period is 60 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN100, 50 water supply pipelines replacing the existing PVC pipelines - A-T Residential Area - Vinh Hai Ward - Nha Trang City (Nguyen Quyen, Su Van Hanh, Luong Ngoc Quyen, Thai Phien and Ngo Gia Kham Streets)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).



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- Credit Agreement No. 02/2025/HĐTD – ĐTPT dated 7 February 2025 and Annex No. 01 dated 24 April 2025, with a credit limit of VND 906,000,000; the loan term is 61 months from the first disbursement date, the repayment period is 60 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN150, 100, 50 water supply pipelines replacing the existing PVC DN150, 100, 50 pipelines along Luong Dinh Cua Street (the section from Ben Ma Bridge to Phu Kieng Wooden Bridge)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 03/2025/HĐTD – ĐTPT dated 9 April 2025 and Annex No. 01 dated 30 June 2025, with a credit limit of VND 1,958,000,000; the loan term is 61 months from the first disbursement date, the repayment period is 60 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN150, 100, 50 water supply pipelines replacing the existing PVC DN150, 100 and 50 pipelines of along Xuan Lac Street - Vinh Ngoc Commune - Nha Trang". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 04/2025/HĐTD – ĐTPT dated 9 April 2025 and Annex No. 01 dated 9 June 2025, with a credit limit of VND 1,633,000,000; the loan term is 61 months from the first disbursement date, and the repayment period is 60 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN150, 100, 50 water supply pipelines replacing the existing PVC DN150, 100, 50 pipelines - Dong Muong Area - Duong De - Vinh Hoa Ward - Nha Trang City (along Nguyen Bac Street to Nguyen Du Street)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 05/2025/HĐTD – ĐTPT dated 9 April 2025 and Annex No. 01 dated 9 June 2025, with a credit limit of VND 1,851,000,000; the loan term is 61 months from the first disbursement date, the repayment period is 60 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN150, 100, 50 water supply pipelines replacing the existing PVC pipelines - Tay Muong Residential Area - Duong De - Vinh Hoa Ward - Nha Trang City (from Ly Thai To Street to Trieu Quang Phuc Street and from Nguyen An Street to Tran Khat Chan Street)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 06/2025/HĐTD – ĐTPT dated 15 April 2025 and Annex No. 01 dated 20 June 2025, with a credit limit of VND 1,332,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN300, 250, 150, 100 water supply pipelines replacing the existing PVC DN300, 150, 100 pipelines on Tran Phu Street - Loc Tho Ward - Nha Trang City - from Km18+460P to Km19+351P (from Nguyen Thi Minh Khai Street to Alley 86 Tran Phu)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).



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- Credit Agreement No. 14/2025/HĐTD - ĐTPT dated 2 June 2025 and Annex No. 01 dated 28 July 2025, with a credit limit of VND 2,266,000,000; the loan term is 42 months from the first disbursement date, the repayment period is 40 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN300, 50 water supply pipeline replacing the existing PVC DN300, 50 pipeline - Nguyen Luong Bang Street - Vinh Phuong Commune - Nha Trang City (from Vinh Phuong Bridge to the junction with National Highway 1 upstream)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 16/2025/HĐTD – ĐTPT dated 3 July 2025 and Annex No. 01 dated 30 September 2025, with a credit limit of VND 3,000,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in the Song Cau Commune Clean Water Supply System. This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 17/2025/HĐTD – ĐTPT dated 3 July 2025 and Annex No. 01 dated 27 November 2025, with a credit limit of VND 3,387,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in the repair and replacement of HDPE DN300, 100 water supply pipes replacing the existing PVC DN300, 100 pipes along Tran Quy Cap Street, Lac Long Quan Street and National Highway 1, from Phan Boi Chau Street to Cau Lung Bridge, Dien Khanh District, Khanh Hoa Province. This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 20/2025/HĐTD – ĐTPT dated 3 July 2025 and Annex No. 01 dated 27 November 2025, with a credit limit of VND 2,137,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in an HDPE DN300, 50 water supply pipeline along Tran Quy Cap and Ha Huy Tap Streets, from the Phan Boi Chau Street junction to the Dong Khoi Street junction, Dien Khanh District, Khanh Hoa Province. This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 21/2025/HĐTD - ĐTPT dated 25 August 2025 and Annex No. 01 dated 8 December 2025, with a credit limit of VND 1,102,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in an HDPE DN300 water supply pipeline along Provincial Road 3 and Nguyen Tat Thanh Boulevard – Phuoc Loi Hamlet – Phuoc Dong Commune – Nha Trang City (section from the Phuoc Dong driving test centre to Anh Sang Seafood Co., Ltd.)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- Credit Agreement No. 22/2025/HĐTD – ĐTPT dated 18 September 2025 and Annex No. 01 dated 16 January 2026, with a credit limit of VND 1,054,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN300, 150, 100, 50 water supply pipelines replacing the existing PVC pipelines along Nguyen Duc Canh and Luong The Vinh Streets - Phuoc Long Ward (from the Nguyen Duc Canh and Ly Nam De junction to the Luong The Vinh and Da Tuong junction)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).



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- Credit Agreement No. 23/2025/HĐTD – ĐTPT dated 24 October 2025 and Annex No. 01 dated 27 February 2026, with a credit limit of VND 3,260,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN400, 300, 100 water supply pipelines replacing the existing PVC DN200, 150, 100 pipelines on Tran Phu Street, Nha Trang Ward (the section from Alley 86 Tran Phu to Da Tuong Street)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
 - Credit Agreement No. 24/2025/HĐTD – ĐTPT dated 24 October 2025 and Annex No. 01 dated 27 February 2026, with a credit limit of VND 1,280,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in the clean water supply system for Tan Xuong 2 hamlet and the resettlement area in Suoi Dau commune (formerly Suoi Cat commune)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
 - Credit Agreement No. 25/2025/HĐTD – ĐTPT dated 8 December 2025 and Annex No. 01 dated 13 March 2026, with a credit limit of VND 1,213,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in DN400, 300 water supply system replacing the existing DN300 steel pipeline at Binh Tan Bridge and Hon Ro Station - Nam Nha Trang Ward". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
 - Credit Agreement No. 26/2025/HĐTD – ĐTPT dated 24 December 2025 and Annex No. 01 dated 12 March 2026, with a credit limit of VND 1,620,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the interest rate is 7.9% per annum. The loan purpose is to invest in DN100, 50 water supply system replacing the existing PVC DN100, 50 pipelines in the Dong Muong Duong De area, Bac Nha Trang Ward (section from Nguyen Du Street to D25 Street)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
 - Credit Agreement No. 01/2026/HĐTD – ĐTPT dated 26 February 2026 with a credit limit of VND 2,170,000,000; the loan term is 60 months from the first disbursement date, the repayment period is 59 months from the end of the grace period; the loan interest rate is 7.9% per annum. The loan purpose is to invest in HDPE DN150, 100, 50, 33 water supply system replacing the existing PVC DN150, 100, 50, 33 pipelines in Alley 707, 23/10 Street – Vinh Diem Thuong – Tay Nha Trang Ward (formerly Vinh Hiep Commune, Vinh Thanh Commune)". This borrowing is secured by a mortgage on certain fixed assets being the Company's pipelines and machinery and equipment (see Notes V.9 and V.10).
- (ii) A long-term loan from the Khanh Hoa Provincial Budget to fund the upgrading and expansion of the Vo Canh Water Plant and the installation of a lamella system for the sedimentation tank at the Vo Canh Water Plant, operated by Khanh Hoa Water Supply and Sewerage Joint Stock Company, at an interest rate of 0%, with a principal repayment term of 12 years from the date the project is completed, accepted and put into operation. This loan is unsecured.

The repayment schedule for the long-term borrowings is as follows:



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	<u>Ending balance</u>	<u>Beginning balance</u>
From 1 year or less	63,153,973,591	37,674,649,864
Over 1 year to 5 years	49,338,821,068	86,066,469,727
Over 5 years	5,424,000,000	8,304,000,000
Total	117,916,794,659	132,045,119,591

Increases, decreases of long-term borrowings are as follows:

	<u>Beginning balance</u>	<u>Increases during the period</u>	<u>Transfer to short-term borrowings</u>	<u>Ending balance</u>
Current period				
Khanh Hoa Investment and Development Fund	84,175,821,068	4,748,000,000	(34,161,000,000)	54,762,821,068
Khanh Hoa Provincial Budget	10,194,648,659	-	(10,194,648,659)	-
Total	94,370,469,727	4,748,000,000	(44,355,648,659)	54,762,821,068
Previous period				
Khanh Hoa Investment and Development Fund	93,627,146,000	28,442,000,000	(37,893,324,932)	84,175,821,068
Khanh Hoa Provincial Budget	12,194,648,659	-	(2,000,000,000)	10,194,648,659
Total	105,821,794,659	28,442,000,000	(39,893,324,932)	94,370,469,727

20c. Outstanding borrowings and financial lease liabilities

The Company has no overdue borrowings and financial lease liabilities outstanding.

21. Bonus and welfare fund

	<u>Beginning balance</u>	<u>Increase due to appropriation from profit</u>	<u>Other increases</u>	<u>Disbursement during the period</u>	<u>Ending balance</u>
Bonus fund	220,525,112	10,000,000,000	10,530,000	(8,155,084,000)	2,075,971,112
Welfare Fund	2,351,836,472	6,157,056,077	-	(1,672,474,259)	6,836,418,290
Total	2,572,361,584	16,157,056,077	10,530,000	(9,827,558,259)	8,912,389,402

22. Science and technology development fund

	<u>Current period</u>			<u>Previous period</u>		
	<u>Science and Technology Development Fund</u>	<u>Science and Technology Development Fund formed fixed assets</u>	<u>Total</u>	<u>Science and Technology Development Fund</u>	<u>Science and Technology Development Fund formed fixed assets</u>	<u>Total</u>
Beginning balance	1,183,641,468	3,289,409,028	4,473,050,496	2,139,386,077	3,265,626,331	5,405,012,408
Fixed assets formed from the implementation of science, technology and innovation tasks	-	-	-	(955,744,609)	955,744,609	-

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



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	Current period			Previous period		
	Science and Technology Development Fund	Science and Technology Development Fund formed fixed assets	Total	Science and Technology Development Fund	Science and Technology Development Fund formed fixed assets	Total
Depreciation of fixed assets		- (935,958,495)	(935,958,495)		- (931,961,912)	(931 961 912)
Restatement of the historical cost of fixed assets formed from the funds	(19,673,040)	19,673,040	-	-	-	-
Ending balance	1,163,968,428	2,373,123,573	3,537,092,001	1,183,641,468	3,289,409,028	4,473,050,496

23. Owner's equity**23a. Statement of changes in owner's equity**

	Owner's equity	Share premium	Investment and development fund	Retained profit/ Accumulated loss	Total
Beginning balance of the previous year	285,999,960,000	852,875,935	-	87,242,802,312	374,095,638,247
Profit in the previous period	-	-	-	38,436,202,149	38,436,202,149
Appropriation for the investment and development fund from the 2024 profits	-	-	26,150,000,000	(26,150,000,000)	-
Appropriation for the bonus and welfare fund from the 2024 profit	-	-	-	(12,472,809,112)	(12,472,809,112)
Ending balance of the previous year	285,999,960,000	852,875,935	26,150,000,000	87,056,195,349	400,059,031,284
Beginning balance of the current year	285,999,960,000	852,875,935	48,869,748,493	88,837,290,584	424,559,875,012
Profit in the current period	-	-	-	40,326,561,708	40,326,561,708
Appropriation for the investment and development fund from 2025 profit	-	-	22,630,241,507	(22,630,241,507)	-
Appropriation for the bonus and welfare fund from the 2025 profits	-	-	-	(16,157,056,077)	(16,157,056,077)
2025 dividend distribution	-	-	-	(50,049,993,000)	(50,049,993,000)
Ending balance of the current period	285,999,960,000	852,875,935	71,499,990,000	40,326,561,708	398,679,387,643

23b. Details of owner's capital

	Ending balance	Beginning balance
Khanh Hoa People's Committee	145,860,000,000	145,860,000,000
REE Water Company Limited	125,505,600,000	125,505,600,000
Other shareholders	14,634,360,000	14,634,360,000
Total	285,999,960,000	285,999,960,000

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Notes to the Interim Financial Statements (cont.)**23c. Shares**

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares registered to be issued	28,599,996	28,599,996
Number of shares sold to the public	28,599,996	28,599,996
Number of shares repurchased	-	-
Number of outstanding shares	28,599,996	28,599,996

Par value per outstanding share: VND 10,000.

23d. Profit distribution

During the period, the Company distributed profits in accordance with Resolution No. 02/NQ-DHĐCĐ dated 24 April 2026 of the 2026 Annual General Meeting of Shareholders as follows:

	<u>Amount (VND)</u>
• Appropriation for investment and development fund	: 22,630,241,507
• Appropriation for bonus and welfare fund	: 16,157,056,077
• Dividend distribution to shareholders	: 50,049,993,000

24. Off-statement of financial position items***Pledged and mortgaged assets***

	Carrying value		Term of pledge or mortgage	Pledgee or mortgagee
	Ending balance	Beginning balance		
<i>Short-term held-to-maturity investments (see Note V.2a)</i>				
Term deposits at the Bank for Agriculture and Rural Development	5,297,171,500	5,297,171,500	Until 2028	Khanh Hoa Investment and Development Fund
Term deposits at the Bank for Agriculture and Rural Development	8,874,167,700	8,874,167,700	Until 2026	Khanh Hoa Construction Department
<i>Tangible fixed assets (see Note V.10)</i>				
Operating machinery and equipment	1,605,910,308	1,774,154,892	Based on the credit agreement term	Khanh Hoa Investment and Development Fund
HDPE pipeline system in Khanh Hoa Province	205,564,216,753	223,467,133,013	Based on the credit agreement term	Khanh Hoa Investment and Development Fund
<i>Intangible fixed assets (see Note V.11)</i>				
Land use rights	8,969,165,100	9,359,128,800	12 years	Khanh Hoa Investment and Development Fund
<i>Other non-current assets (see Note V.12)</i>				
3-month term deposit at Bank for Agriculture and Rural Development	3,256,004,914	3,181,060,351	5 years	Khanh Hoa Investment and Development Fund
Total	230,182,990,075	248,402,160,056		

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Notes to the Interim Financial Statements (cont.)**VI. ADDITIONAL INFORMATION ON ITEMS PRESENTED IN THE INTERIM INCOME STATEMENT****1. Revenue from sales of goods and provisions of services****1a. Gross revenue**

	Accumulated from the beginning of the year	
	Current year	Previous year
Revenue from the production and supply of clean water	224,884,131,111	215,306,889,173
Revenue from construction, surveying and design activities	3,377,172,446	4,041,053,303
Total	228,261,303,557	219,347,942,476

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

The Company has not had any transactions on sales of goods and service provision with related parties.

2. Revenue deductions

Sales returns in construction, surveying and design activities.

3. Cost of sales

	Accumulated from the beginning of the year	
	Current year	Previous year
Cost of production and supply of clean water	175,951,678,520	166,167,667,143
Cost of construction, survey and design activities	2,740,164,378	3,731,974,440
Total	178,691,842,898	169,899,641,583

4. Financial income

	Accumulated from the beginning of the year	
	Current year	Previous year
Term deposit interest	4,333,034,076	2,237,201,479
Demand deposit interest	8,769,958	9,645,369
Dividends received	2,868,010,427	-
Total	7,209,814,461	2,246,846,848

5. Financial expenses

	Accumulated from the beginning of the year	
	Current year	Previous year
Borrowing costs	2,989,234,601	3,002,665,269
- Interest expenses	4,516,137,754	4,664,459,858
- Interest subsidy on loans from the Investment Fund	(1,526,903,153)	(1,661,794,589)
Total	2,989,234,601	3,002,665,269

6. Selling expenses

Selling expenses of the previous period were expenses for external services.



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Notes to the Interim Financial Statements (cont.)**7. General and administrative expenses**

	Accumulated from the beginning of the year	
	Current year	Previous year
Expenses for employees	5,676,147,577	2,683,377,900
Office supplies	429,767,383	402,845,514
Depreciation/(amortization) of fixed assets	315,777,775	105,821,781
Expenses for external services	1,583,084,961	1,423,009,752
Other expenses	1,851,841,567	1,620,669,655
Total	9,856,619,263	6,235,724,602

8. Other income

	Accumulated from the beginning of the year	
	Current year	Previous year
Disposal of materials	593,023,837	-
Proceeds from rainage charges and environmental protection charges	2,517,367,028	2,281,556,950
Other income	163,407,156	740,000,076
Total	3,273,798,021	3,021,557,026

9. Other expenses

	Accumulated from the beginning of the year	
	Current year	Previous year
Cost of supporting the collection of environmental protection fees	2,517,402,840	2,278,193,500
Other expenses	83	23,256,956
Total	2,517,402,923	2,301,450,456

10. Earnings per share**10a. Basic/diluted earnings per share**

	Accumulated from the beginning of the year	
	Current year	Previous year
Accounting profit after corporate income tax	40,326,561,708	38,436,202,149
Appropriation for bonus and welfare fund	-	(8,078,528,039)
Profit used to calculate basic earnings per share	40,326,561,708	30,357,674,111
Weighted average number of outstanding shares during the period	35,749,919	35,749,919
Basic/diluted earnings per share	1,128	849

10b. Other information

On 14 July 2026, the Company completed a share issue to increase its charter capital from the Investment and Development Fund, which was formed from the profit after tax of 2025 and previous years. Basic earnings per share of the previous period have been adjusted due to effect of this event. Furthermore, basic earnings per share of the previous period have also been recalculated due to the exclusion of the appropriation for bonus and welfare fund when determining the profit used to calculate basic earnings per share. These adjustments have caused basic earnings per share of the previous period to decrease from VND 1,344 to VND 849.



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Notes to the Interim Financial Statements (cont.)**11. Operating costs by factors**

	Accumulated from the beginning of the year	
	Current year	Previous year
Cost of materials and supplies	83,272,560,644	75,983,243,478
Labour costs	44,096,109,060	42,043,843,158
Depreciation/(amortization) of fixed assets	47,165,843,675	44,038,183,057
Expenses for external services	6,240,546,387	6,136,317,819
Other expenses	7,773,402,395	8,235,778,673
Total	188,548,462,161	176,437,366,185

VII. ADDITIONAL INFORMATION ON THE ITEMS PRESENTED IN THE INTERIM CASH FLOW STATEMENT**1. Non-cash transactions affecting the future Cash Flow Statement**

During the period, the Company acquired certain fixed assets by incurring debts valued at VND 483,724,500.

2. Restricted cash and cash equivalents

In accordance with the guidance in Circular 99, restricted cash and cash equivalents are not presented in 'Cash and cash equivalents' item but are presented in 'Other current assets' or 'Other non-current assets' items in the Statement of Financial Position.

Details of the value and reasons for the restrictions on the use of these cash and cash equivalents are presented in Notes V.9 and V.24.

The total value of restricted cash and cash equivalents at the end of the accounting period was VND 3,256,004,914 (the beginning balance was VND 3,181,060,351).

VIII. OTHER INFORMATION**1. Transactions and balances with related parties**

Related parties of the Company include key management personnel and individuals related to key management personnel.

1a. Transactions and balances with the key management personnel and their related individuals

Key management personnel comprise members of the Board of Directors, the Supervisory Board and members of the Executive Board. 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 as well as no other transactions with the key management personnel and their related individuals.

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

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



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Notes to the Interim Financial Statements (cont.)*Remuneration of the key management personnel*

	Position	Salary	Remuneration	Total income
Current period				
Mr. Vu Van Binh	Board Chairman cum Deputy General Director	624,267,000	43,800,000	668,067,000
Mr. Nguyen Van Dam	Board Member cum General Director	841,863,000	40,800,000	882,663,000
Ms. Vo Thi Khanh Hoa	Deputy General Director	664,946,000	-	664,946,000
Mr. Nguyen Van Quan	Board Member cum Deputy General Director	595,803,000	40,800,000	636,603,000
Mr. Luc Chanh Truong	Board Member	-	20,400,000	20,400,000
Mr. Truong Khac Hoanh	Board Member (until 24 April 2026)	-	20,400,000	20,400,000
Mr. Nguyen Anh Tuan	Board Member	-	40,800,000	40,800,000
Mr. Hoang Long	Chief of the Supervisory Board	360,598,000	33,000,000	393,598,000
Ms. Nguyen Thi Thuy Ninh	Member of the Supervisory Board	240,528,000	30,000,000	270,528,000
Mr. Quach Vinh Binh	Member of the Supervisory Board	-	30,000,000	30,000,000
Ms. Hoang Thi Huong Giang	Chief Accountant	548,335,000	-	548,335,000
Total		3,876,340,000	300,000,000	4,176,340,000
Previous period				
Mr. Vu Van Binh	Board Chairman cum Deputy General Director	502,676,500	43,800,000	546,476,500
Mr. Nguyen Van Dam	Board Member cum General Director	682,509,000	40,800,000	723,309,000
Mr. Nguyen Hong Son	Deputy General Director	500,430,000	-	500,430,000
Ms. Vo Thi Khanh Hoa	Deputy General Director	504,087,000	-	504,087,000
Mr. Nguyen Van Quan	Board Member cum Chief Accountant	494,064,000	40,800,000	534,864,000
Mr. Truong Khac Hoanh	Board Member	-	40,800,000	40,800,000
Mr. Nguyen Anh Tuan	Board Member	-	40,800,000	40,800,000
Mr. Hoang Long	Chief of the Supervisory Board	339,290,000	33,000,000	372,290,000
Ms. Nguyen Thi Thuy Ninh	Member of the Supervisory Board	197,887,000	30,000,000	227,887,000
Mr. Quach Vinh Binh	Member of the Supervisory Board	30,000,000	30,000,000	60,000,000
Total		3,250,943,500	300,000,000	3,550,943,500

1b. Transactions and balances with other related parties

Other related parties of the Company include:

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



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Other related parties	Relationship
People's Committee of Khanh Hoa Province	Shareholder holding 51% of the charter capital
REE Water Company Limited	Shareholder holding 43,88% of the charter capital
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company	Associate

Transactions with other related parties

The Company has had transactions on sale of goods and provision of services as well as other transactions with other related parties as follows:

	Accumulated from the beginning of the year	
	Current year	Previous year
<i>People's Committee of Khanh Hoa Province</i>		
Receipt of reward	24,570,000	-
Dividends payable	25,525,500,000	-
<i>REE Water Company Limited</i>		
Dividends payable	21,963,480,000	-
<i>Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company</i>		
Dividends received	2,868,010,427	-
Purchase of domestic water	30,235,560,000	28,574,850,000
Payments	30,579,789,500	29,724,345,000
Other transactions	-	41,000,000

The sales of merchandise and services to other related parties are made at market prices. The purchases of merchandise and services from other related parties are made at market prices.

Receivables from and payables to other related parties

Receivables from and payables to other related parties are presented in Notes V.5, V.13, V.15 and V.19.

Receivables from other related parties are unsecured and will be settled in cash. No allowance for doubtful debts has been made for receivables from other related parties.

2. Segment information

The Company mainly operates in the field of water extraction and supply, other business activities account for an insignificant proportion of revenue, and within the geographical area of Khanh Hoa Province.

3. Comparative figures***Adoption of new accounting system***

The fiscal year ended 31 December 2026 is the first year when the Company adopted the Enterprise Accounting System under Circular 99 in replacement of Circular No. 200/2014/TT-BTC dated 22 December 2014.

The transition to the application of Circular 99 is carried out using the following methods:



KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2026

Notes to the Interim Financial Statements (cont.)

- For changes in accounting policies where the Circular 99 provides specific transition guidance, the Company follows that guidance.
- For changes in accounting policies where the Circular 99 does not require retroactive adjustments or simplified retroactive adjustments, the Company applies the non-retroactive method.

The effect of adopting the new accounting system on the comparative figures in the Interim Financial Statements is as follows:

	Code	Figures before adjustments	Adjustments	Figures after adjustments	Notes
Interim Statement of Financial Position					
Cash equivalents	112	3,169,922,200	(3,169,922,200)	-	(i)
Short-term held-to-maturity investments	123	120,717,309,200	616,984,277	121,334,293,477	(ii)
Other short-term receivables	135	3,216,187,968	(628,122,428)	2,588,065,540	(iii)
Other non-current assets	247	-	3,181,060,351	3,181,060,351	(iv)

(i) Reclassifying restricted cash equivalents as 'Other non-current assets'.

(ii) Reclassifying accrued short-term deposit interest.

(iii) Adjustments comprise:

	Amount (VND)
Reclassification of accrued short-term deposit interest (ii)	(616,984,277)
Reclassification of accrued interest on cash equivalents	(11,138,151)
Total	(628,122,428)

(iv) Adjustments comprise:

	Amount (VND)
Reclassification from restricted cash equivalents (i)	3,169,922,200
Reclassification of accrued interest on cash equivalents	11,138,151
Total	3,181,060,351

4. Subsequent events

Pursuant to Resolution No. 02/NQ-ĐHĐCĐ dated 24 April 2026 of the Annual General Meeting of Shareholders and Resolution No. 39/NQ-HĐQT dated 02 June 2026 of the Board of Directors, the Company approved plan to issue 7,149,999 common shares to increase share capital from the accumulated Investment and Development Fund with exercise ratio of 4:1 (i.e. shareholders holding 4 shares will additional receive 01 new share). The additionally issued shares have a par value of VND 10,000, corresponding to total value par value of VND 71,499,990,000.

The issue stage ended on 14 July 2026. The actual number of shares distributed was 7,149,923 shares; 76 shares were undistributed due to the handling of fractional shares under the issuance plan. Following the issuance, the Company's total outstanding common shares increased from 28,599,996 shares to 35,749,919 shares. The additionally issued shares are expected to be transferred to shareholders in August 2026.



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Notes to the Interim Financial Statements (cont.)

On 28 July 2026, the State Securities Commission issued Circular No. 7037/UBCK-QLCB regarding the receipt of the report on the results of the share issue to increase share capital from the Company's owner's equity.

Apart from the event said above, the Company's Board of Management confirms that there are no material events arising after the end of the accounting period up to the approval date of the Financial Statements that require adjustments or disclosures in the Interim Financial Statements.

Khanh Hoa, 11 August 2026



Tran Thi Thu Ha
Preparer



Hoang Thi Huong Giang
Chief Accountant



Nguyen Van Dam
Legal representative

